					Г	ST DEPARTMENT DIVISION O	OF NA			6		AME	FO NDED REPC	RM 3	
		APP	LICATION F	OR I	PERM:	IT TO DRILL	-				1. WELL NAME and		R 2-12A1CS		
2. TYPE C		RILL NEW WELL (REENTE	R P& <i>I</i>	A WELL	. DEEPE	N WELL				3. FIELD OR WILDO		L BUTTES		
4. TYPE C						nane Well: NO					5. UNIT or COMMU	NITIZA	TION AGR	EEMENT	NAME
6. NAME	OF OPERATOR										7. OPERATOR PHON	1E	L BUTTES		
8. ADDRE	SS OF OPERA	TOR	RR-MCGEE OII			<u> </u>					9. OPERATOR E-MA	IL	29-6515		
	RAL LEASE N	JMBER	P.O. Box 17377			CO, 80217 INERAL OWNE	RSHIP	•			12. SURFACE OWN		@anadarko	.com	
(FEDERA	L, INDIAN, OF UT S	R STATE) F UO 01997-A ST			FEDEF	RAL IND	IAN 🦲) STATE (FEE		FEDERAL INC	DIAN 🦲	STATE	(FEE 🔵
13. NAME	OF SURFACE	OWNER (if box :	12 = 'fee')								14. SURFACE OWNE	R PHO	NE (if box	12 = 'fe	ee')
15. ADDR	ESS OF SURF	ACE OWNER (if b	ox 12 = 'fee')							16. SURFACE OWNE	R E-M/	AIL (if box	12 = 'f	ee')
	AN ALLOTTEE 2 = 'INDIAN')	OR TRIBE NAME				ITEND TO COM		LE PRODUCT	ION FRO	М	19. SLANT				
(20					YES ((Submit C	Commin	gling Applicat	ion) NO		VERTICAL DIR	ECTION	IAL 📵	HORIZON	ITAL 🔵
20. LOC	ATION OF WE	LL		FOC	OTAGE	s	Q1	r-QTR	SEC	TION	TOWNSHIP	R	ANGE	МЕ	RIDIAN
LOCATIO	ON AT SURFAC	CE	59	91 FN	IL 592	! FEL	ı	NENE	1	2	10.0 S	2	2.0 E		S
Top of U	ppermost Pro	ducing Zone	4:	14 FN	IL 490) FEL	1	NENE	1	2	10.0 S	2	2.0 E		S
At Total	Depth		4:	14 FN	IL 490) FEL	1	NENE	1	2	10.0 S	2	2.0 E		S
21. COUN	ITY	UINTAH			22. DI	STANCE TO N		T LEASE LIN 14	E (Feet)		23. NUMBER OF AC		DRILLING 674	UNIT	
						STANCE TO Nied For Drilling	g or Co		SAME POO	DL	26. PROPOSED DEP		TVD: 84:	58	
27. ELEV	ATION - GROU	JND LEVEL		\dashv	28. BC	OND NUMBER					29. SOURCE OF DRI				I TOARLE
		5171					2201	13542			WATER RIGHTS AP		8496	IF APP	LICABLE
String	Hole Size	Casing Size	Length	Wei	Ho ight	ole, Casing, Grade & Th		ement Inf		n	Cement		Sacks	Yield	Weight
Surf	11	8.625	0 - 2200		3.0	J-55 LT8		0.2			Type V		180	1.15	15.8
											Class G		270	1.15	15.8
Prod	7.875	4.5	0 - 8470	11	1.6	I-80 LT8	&C	12.	.5	Pren	nium Lite High Stre	ngth	270	3.38	11.0
											50/50 Poz		150	1.31	14.3
						Α٦	TTACH	IMENTS							
	VERIFY T	HE FOLLOWIN	G ARE ATTA	ACHE	ED IN	ACCORDAN	CE W	ITH THE U	TAH OIL	AND (GAS CONSERVATI	ON GE	NERAL F	RULES	
₩	ELL PLAT OR	MAP PREPARED E	BY LICENSED	SUR	VEYOR	OR ENGINEER	R	СОМ	IPLETE D	RILLING	G PLAN				
AF	FIDAVIT OF S	TATUS OF SURFA	CE OWNER A	GREE	EMENT	(IF FEE SURF	ACE)	FOR	4 5. IF O	PERATO	R IS OTHER THAN TI	HE LEAS	SE OWNER	ł	
DRILLED		URVEY PLAN (IF	DIRECTIONA	LLY C	OR HO	RIZONTALLY		№ торо	OGRAPHI	CAL MAI	P				
NAME G	ina Becker			TI	TLE Re	egulatory Analys	st II			PHON	E 720 929-6086				
SIGNATI	URE			DA	ATE 09,	/09/2011				EMAIL	gina.becker@anadark	co.com			
	1BER ASSIGN 147519520			AF	PPROV	AL				Perr	OCH Manager				

NBU 1022-12A Pad Drilling Program
1 of 7

Kerr-McGee Oil & Gas Onshore. L.P.

NBU 1022-12A1CS

 Surface:
 591 FNL / 592 FEL
 NENE

 BHL:
 414 FNL / 490 FEL
 NENE

Section 12 T10S R22E

Uintah County, Utah Mineral Lease: UT ST UO 01197-A ST

ONSHORE ORDER NO. 1

DRILLING PROGRAM

Estimated Tops of Important Geologic Markers: Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1114	
Birds Nest	1391	Water
Mahogany	1745	Water
Wasatch	4128	Gas
Mesaverde	6283	Gas
MVU2	7242	Gas
MVL1	7817	Gas
TVD	8458	
TD	8470	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program

4. **Proposed Casing & Cementing Program:**

Please refer to the attached Drilling Program

5. <u>Drilling Fluids Program</u>:

Please refer to the attached Drilling Program

6. <u>Evaluation Program</u>:

Please refer to the attached Drilling Program

Drilling Program 2 of 7

NBU 1022-12A Pad Drilling Pro

7. <u>Abnormal Conditions</u>:

Maximum anticipated bottom hole pressure calculated at 8458' TVD, approximately equals 5,413 psi 0.64 psi/ft = actual bottomhole gradient

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 3,540 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please refer to the attached Drilling Program. Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- Blowout Prevention Equipment (BOPE) requirements;
- · Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

Background

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

NBU 1022-12A Pad Drilling Program
3 of 7

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 11 inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

Variance for BOPE Requirements

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

Variance for Mud Material Requirements

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

Variance for Special Drilling Operation (surface equipment placement) Requirements

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and

NBU 1022-12A Pad Drilling Program 4 of 7

on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

Conclusion

The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

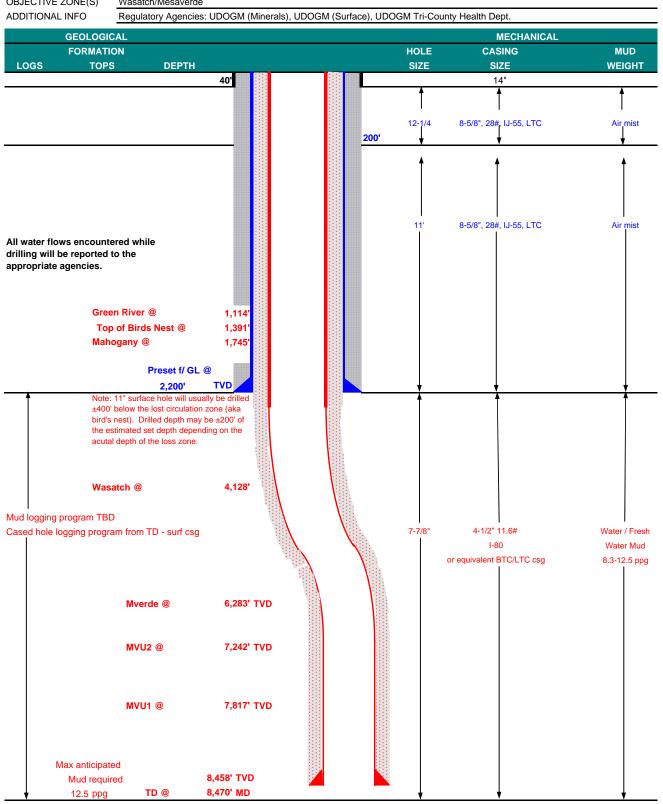
10. Other Information:

Please refer to the attached Drilling Program.



KERR-McGEE OIL & GAS ONSHORE LP <u>DRILLING PROGRAM</u>

September 7, 2011 COMPANY NAME KERR-McGEE OIL & GAS ONSHORE LP DATE NBU 1022-12A1CS WELL NAME 8,458' TVD 8,470' MD TD COUNTY Uintah FINISHED ELEVATION **FIELD** Natural Buttes STATE Utah 5171.4 SURFACE LOCATION NENE 591 FNL 592 FEL Sec 12 T 10S R 22E -109.380272 Latitude: 39.969073 Longitude: NAD 27 BTM HOLE LOCATION NENE 414 FNL 490 FEL Sec 12 T 10S R 22E Latitude: 39.969558 -109.379909 NAD 27 Longitude: OBJECTIVE ZONE(S) Wasatch/Mesaverde





KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM	<u>1</u>								DESIGN I	ACTORS	
										LTC	BTC
	SIZE	INT	ERVAL		WT.	GR.	CPLG.	BURST	COLLA	PSE	TENSION
CONDUCTOR	14"	()-40'								
								3,390	1,880	348,000	N/A
SURFACE	8-5/8"	0	to	2,200	28.00	IJ-55	LTC	2.46	1.83	6.45	N/A
								7,780	6,350	279,000	367,000
PRODUCTION	4-1/2"	0	to	8,470	11.60	I-80	LTC/BTC	1.11	1.16	3.51	4.62

Surface Casing:

(Burst Assumptions: TD = 12.5 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

Production casing:

(Burst Assumptions: Pressure test with 8.4ppg @ 7000 psi) 0.64 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500'	Premium cmt + 2% CaCl	180	60%	15.80	1.15
Option 1		+ 0.25 pps flocele				
TOP OUT CMT (6 jobs)	1,200'	20 gals sodium silicate + Premium cmt	270	0%	15.80	1.15
		+ 2% CaCl + 0.25 pps flocele				
SURFACE		NOTE: If well will circulate water to	surface,	option 2 wil	l be utilized	
Option 2 LEAD	1,700'	65/35 Poz + 6% Gel + 10 pps gilsonite	160	35%	11.00	3.82
		+ 0.25 pps Flocele + 3% salt BWOW				
TAIL	500'	Premium cmt + 2% CaCl	150	35%	15.80	1.15
		+ 0.25 pps flocele				
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.80	1.15
PRODUCTION LEAD	3,620'	Premium Lite II +0.25 pps	270	20%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
TAIL	4,850'	50/50 Poz/G + 10% salt + 2% gel	1,150	35%	14.30	1.31
		+ 0.1% R-3				

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe
PRODUCTION	Float shoe, 1 jt, float collar. No centralizers will be used.

ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

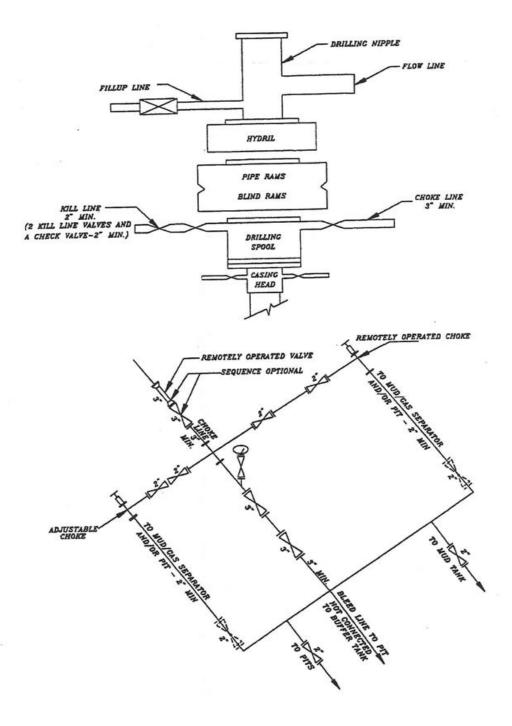
Surveys	will be taken a	at 1,000 m	inimum intervais.

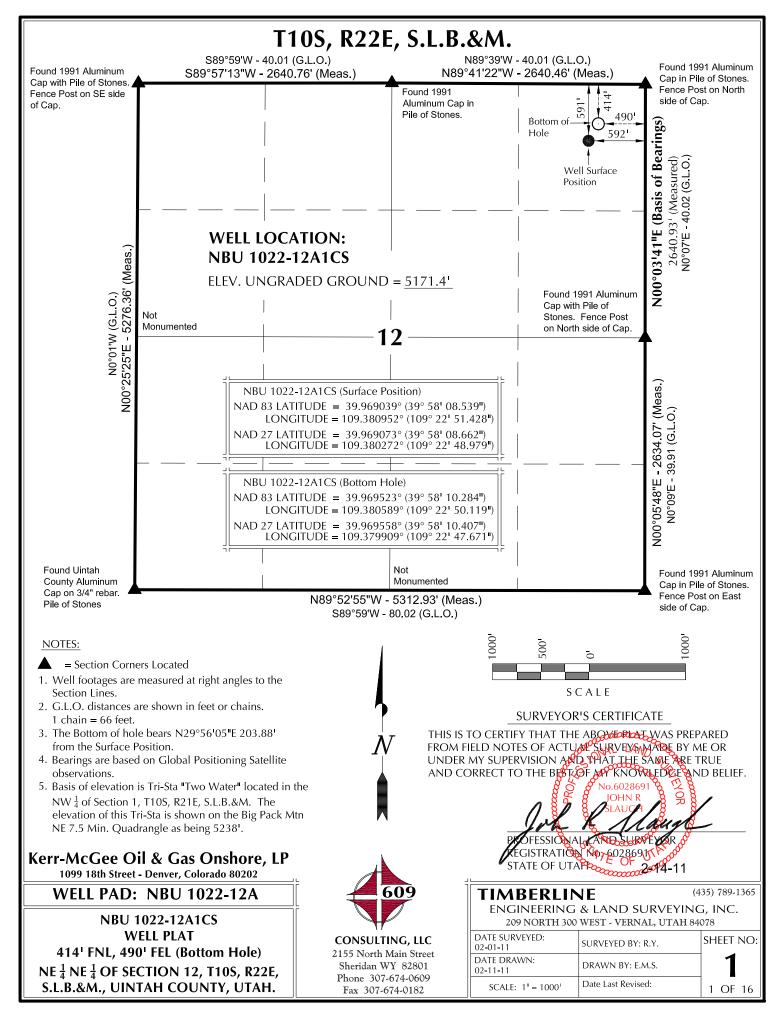
Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

DRILLING ENGINEER:		DATE:	
	Nick Spence / Danny Showers	·	
DRILLING SUPERINTENDENT:		DATE:	
	Kenny Gathings / Lovel Young	<u> </u>	

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

EXHIBIT A
NBU 1022-12A1CS





M/ELL NIALAE			RFACE POSITI					A14 F	202	ВС	OTTOM	M HOLE	22-		
WELL NAME	NAI LATITUDE	LONGITUDE	LATITUDE	AD27 LONG	GITUDE	FOOTAGES	LATIT	NAC UDE		GITUDE	LATI	NAI ITUDE		GITUDE	FOOTAGE
NBU	39°58'08.539"	109°22'51.428'	39°58'08.662	2" 109°22	48.979"	591' FNL	39°58'1	0.284"	109°22	2'50.119"	39°58'	'10.407"	109°2.	2'47.671'	414' FNL
1022-12A1CS NBU	39.969039° 39°58'08.519"	109.380952° 109°22'51.553'	39.969073° 39°58'08.642	109.38 2" 109°22	0272° ''49.105"	592' FEL 593' FNL	39.9695 39°58'0		109.38 109°22		39.969 39°58'	9558° '07.127"		79909° 2'47.679'	490' FEL 746' FNL
1022-12A4BS	39.969033°	109.380987°	39.969067°	109.38	0307°	601' FEL	39.9686	512°	109.38	80591°	39.968	8646°	109.3	79911°	490' FEL
NBU 1022-12A4CS	39°58'08.498" 39.969027°	109°22'51.679' 109.381022°	39°58'08.62° 39.969061°	109°22 " 109.38	''49.230" 0342°	596' FNL 611' FEL	39°58'0 39.9677		109°22 109.38		39°58′ 39.967	'03.857" 7738°	1	2'47.701' 7991 <i>7</i> °	1077' FNI 491' FEL
NBU	39°58'08.478" 39.969022°	109°22'51.805'	39°58'08.60	" 109°22	149.356"	598' FNL	39°58'1	3.573"	109°22	2'49.995"	39°58'	'13.697"	109°2	2'47.546'	81' FNL
	39°58'07.854"	109.381057° 109°22'52.320'			49.871"	621' FEL 661' FNL	39.9704	T.J /	109.38	OUDD4*	39.970	U#7 I	1109.3	79874°	481' FEL
	39.968848°	109.381200°	39.968882°	109.38		661' FEL	D								
WELL NAME	NORTH	EAST WI		E COORD North	INATES - EAS	- From Surface	Position NAME	to Botto		e EAST	WF	ELL NAM	1E N	NORTH	EAST
NBU	176.7'	101.71 NB	U	-153.2 ¹	111.	21 NBU		-482		119.6	NBI	U		515.9 ¹	140.4 ¹
1022-12A1CS		102	2-12A4BS		1	1022-1	2A4CS				102	22-12A1	R2		
	N	S77°57'5 AZ = 257	13"W	93.50.883.10.00.10.10.10.10.10.10.10.10.10.10.10.	NBU 1032 34 185 -	0 AZ=15.22806° 0 AZ=15.22806° 0 AZ=15.23806°	129 12 10m Hole) 129 139 139 139 139 139 139 139 139 139 13	545 450 / 90 54 4 / 90 55 / 90	100 M	BASIS THE N S.L.B.& GLOB OBSEF	IE ¼ OF &M. W AL PO	f Secti Vhich I Osition	ON 12 IS TAK IING S	HE EAST 2, T10S, EN FRO SATELLIT R N00°0	M E
has b	ng for the Exist	ting NBU 634- elow grade. Pos etal detector.		/ (Dry Hole Marker) EXISTING WELL: NBU 634-12E		(To Bound	(b) (· \)69	C35°57 BOKOM	(A) (S) (S) (S) (S) (S) (S) (S) (S) (S) (S		– Bottor Hole	m of		
				1a				1		.09	-0				.09
WELL WELL WELLS - NBI NBU 102	PAD INTE U 1022-12A 22-12A4CS 8	GAS Ons nver, Colorado IBU 1022 RFERENCE 1CS, NBU 10 & NBU 1022-	80202 -12A PLAT 22-12A4BS, 12A1BS		2155 No	609 ULTING, LL	et	DATE 02-01	209 : SURVE	SERLI NEERING NORTH 36	G & L 00 WES SUR	S C /	SURV RNAL, I BY: R.Y.	VEYINC UTAH 84	35) 789-13 G, INC.
WELL WELLS - NBU NBU 102 LOCATI	PAD INTE U 1022-12A 22-12A4CS & ED IN SECTI	NVER, COLORADO NBU 1022 RFERENCE 1CS, NBU 10	80202 -12A PLAT 22-12A4BS, 12A1BS , R22E,		2155 No Sherida	ULTING, LL	eet I	DATE 02-01 DATE 02-11	209 E SURVE 1-11 E DRAW	SERLI NEERING NORTH 36 EYED:	NE G & L 00 WES SUR	S C /	SURV SURV RNAL, I BY: R.Y.	VEYINC UTAH 84	35) 789-13 G, INC. 078

EXISTING GRADE @ CENTER OF WELL PAD = 5171.3' FINISHED GRADE ELEVATION = 5170.71 CUT SLOPES = 1.5:1FILL SLOPES = 1.5:1**TOTAL WELL PAD AREA = 3.51 ACRES TOTAL DAMAGE AREA = 6.28 ACRES SHRINKAGE FACTOR = 1.10 SWELL FACTOR = 1.00**

Kerr-McGee Oil & Gas Onshore, LP

1099 18th Street - Denver, Colorado 80202

WELL PAD - NBU 1022-12A

WELL PAD - LOCATION LAYOUT NBU 1022-12A1CS, NBU 1022-12A4BS, NBU 1022-12A4CS & NBU 1022-12A1BS LOCATED IN SECTION 12, T10S, R22E, S.L.B.&M., UINTAH COUNTY, UTAH

WELL PAD QUANTITIES

TOTAL CUT FOR WELL PAD = 9,524 C.Y. TOTAL FILL FOR WELL PAD = 7,242 C.Y. TOPSOIL @ 6" DEPTH = 1,634 C.Y. EXCESS MATERIAL = 2,282 C.Y.

RESERVE PIT QUANTITIES

609

CONSULTING, LLC

2155 North Main Street

Sheridan, WY 82801

Phone 307-674-0609 Fax 307-674-0182

TOTAL CUT FOR RESERVE PIT +/- 11,020 C.Y. RESERVE PIT CAPACITY (2' OF FREEBOARD) +/- 42,290 BARRELS

TIMBERLINE

(435) 789-1365 ENGINEERING & LAND SURVEYING, INC. 209 NORTH 300 WEST - VERNAL, UTAH 84078 **REVISED:**

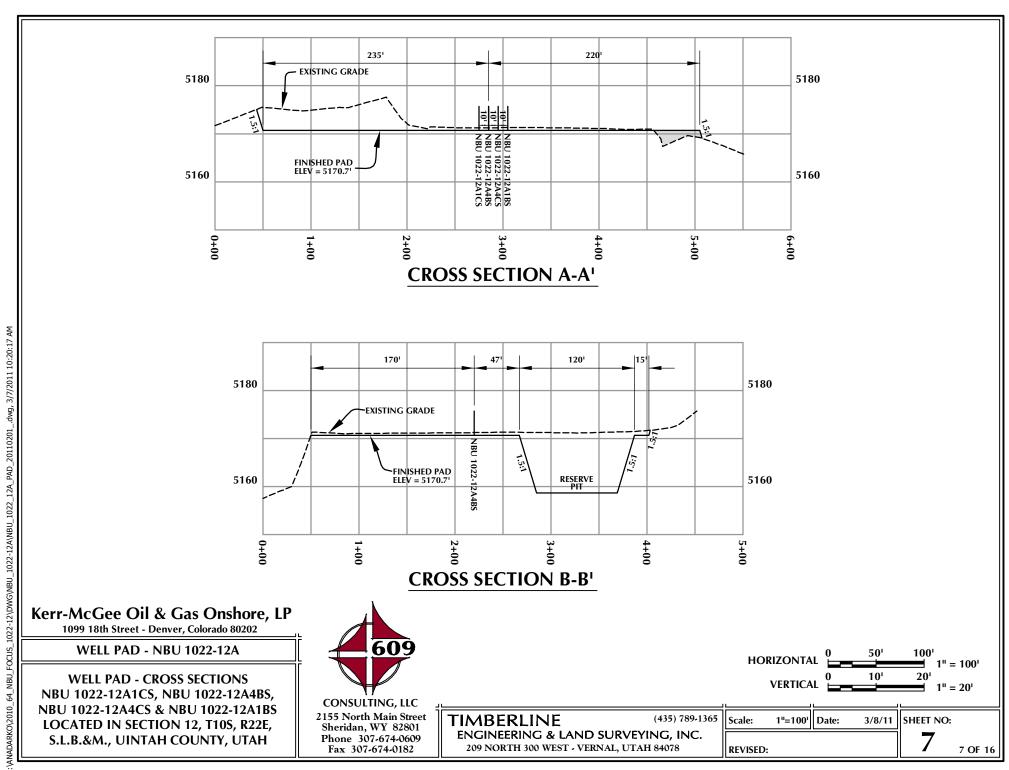
WELL PAD LEGEND 8 **EXISTING WELL LOCATION** PROPOSED WELL LOCATION PROPOSED BOTTOM HOLE LOCATION EXISTING CONTOURS (2' INTERVAL) PROPOSED CONTOURS (2' INTERVAL) — PPL — PROPOSED PIPELINE — EPL — EXISTING PIPELINE HORIZONTAL E 21 CONTOURS **SCALE:** 1"=60' DATE: 3/8/11 SHEET NO:

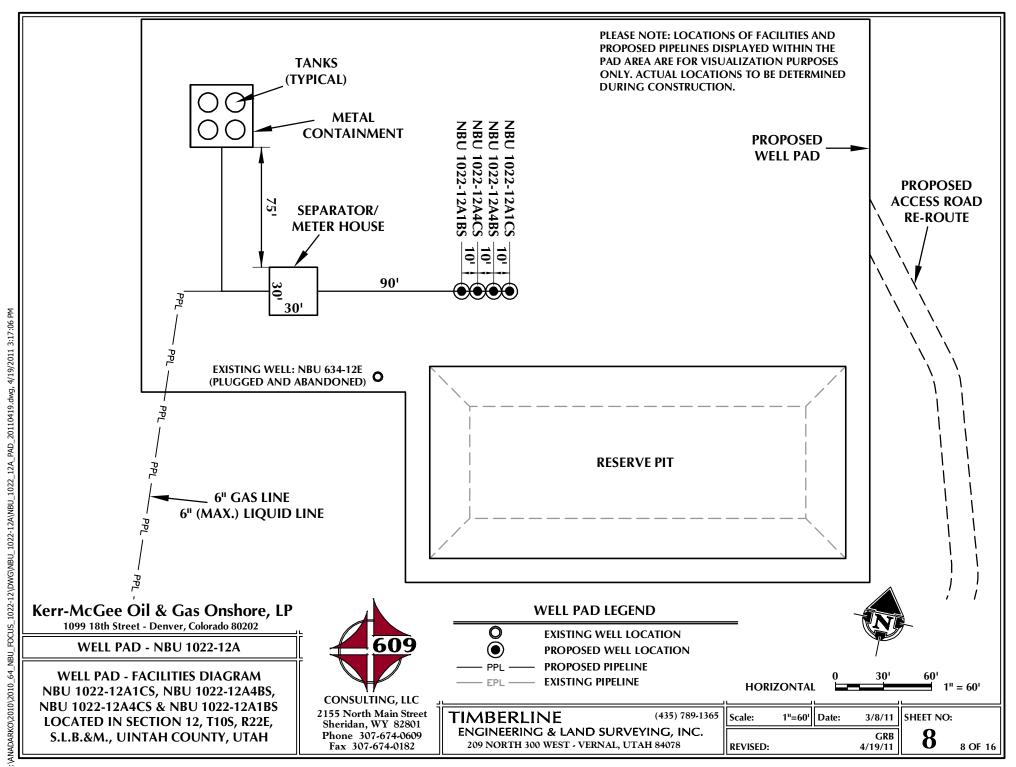
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GRB 4/19/11

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6 OF 16





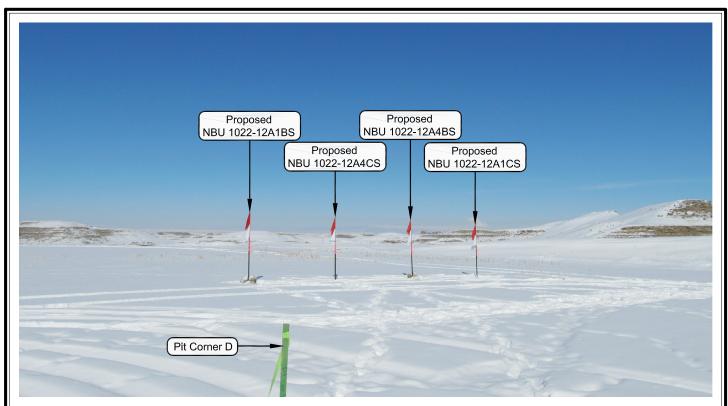


PHOTO VIEW: FROM PIT CORNER D TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY



PHOTO VIEW: FROM BEGINNING OF PROPOSED ROAD

CAMERA ANGLE: NORTHEASTERLY

Kerr-McGee Oil & Gas Onshore, LP

WELL PAD - NBU 1022-12A

LOCATION PHOTOS
NBU 1022-12A1CS, NBU 1022-12A4BS,
NBU 1022-12A4CS & NBU 1022-12A1BS
LOCATED IN SECTION 12, T10S, R22E,
S.L.B.&M., UINTAH COUNTY, UTAH.



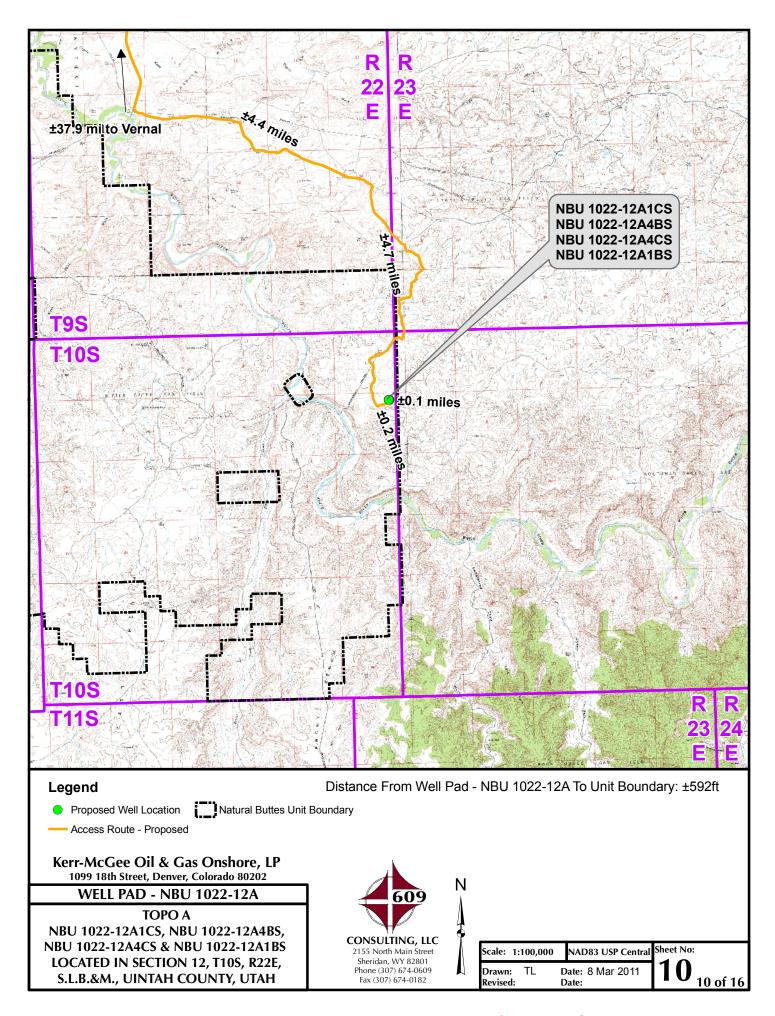
CONSULTING, LLC 2155 North Main Street Sheridan WY 82801 Phone 307-674-0609 Fax 307-674-0182

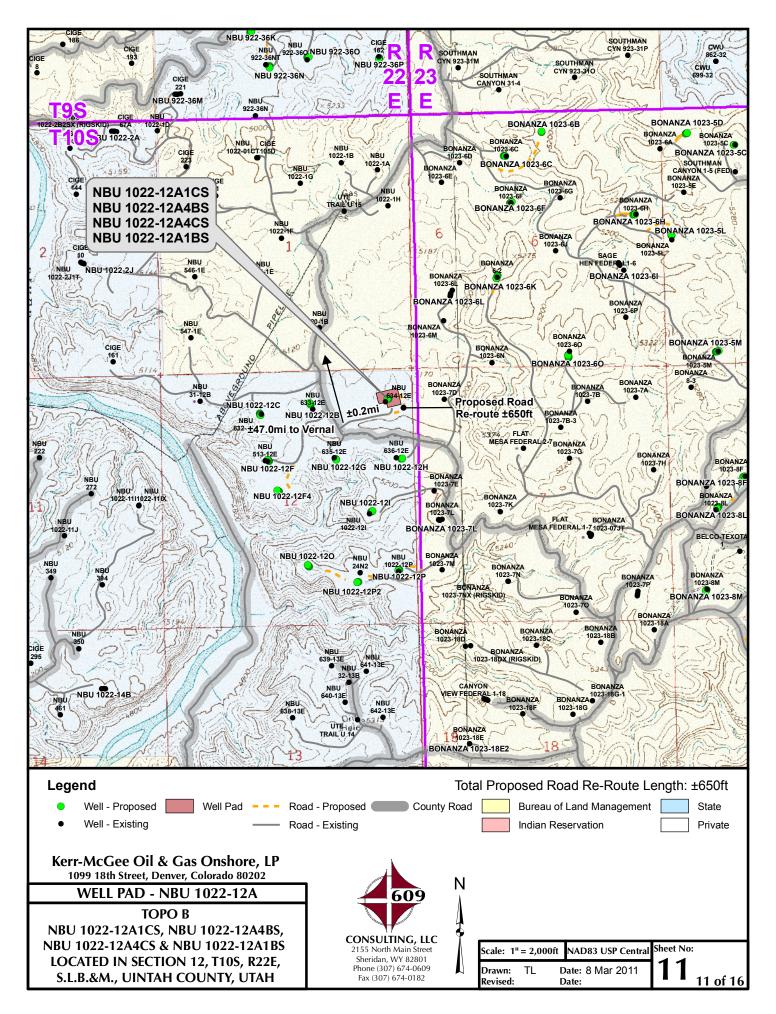
TIMBERLIN	JE	(435) 789-1365
	& LAND SURVEYIN WEST - VERNAL, UTAH 8	,
DATE PHOTOS TAKEN: 02-01-11	PHOTOS TAKEN BY: R.Y.	SHEET NO:

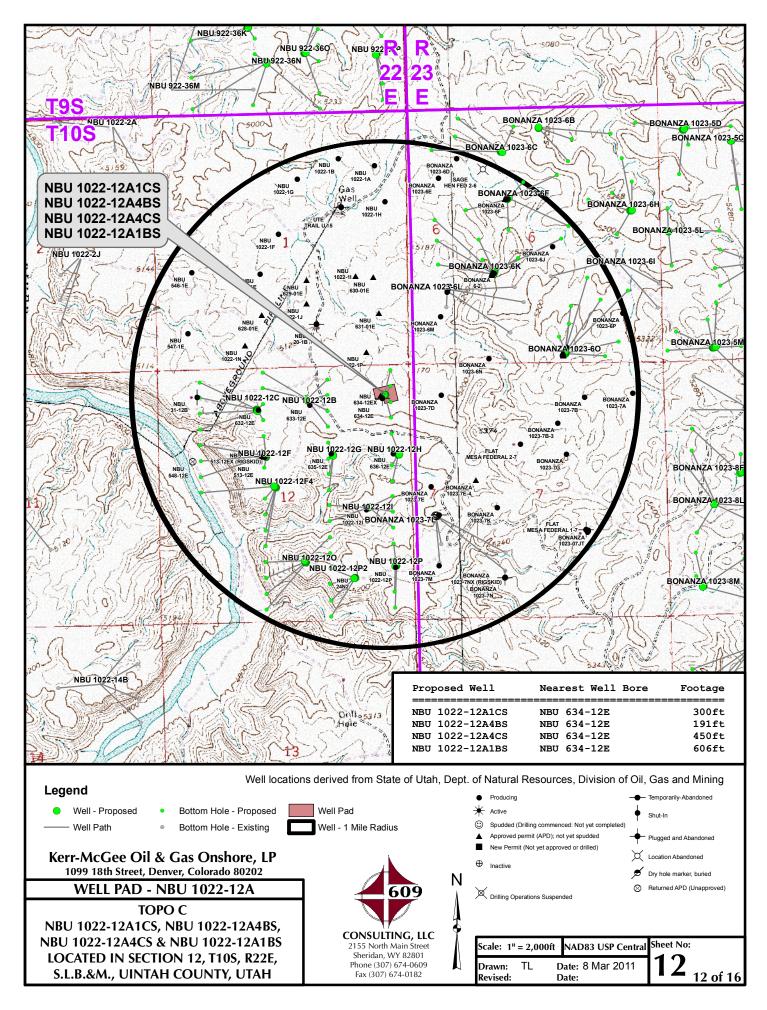
02-01-11 PHOTOS TAKEN BY: R.Y.

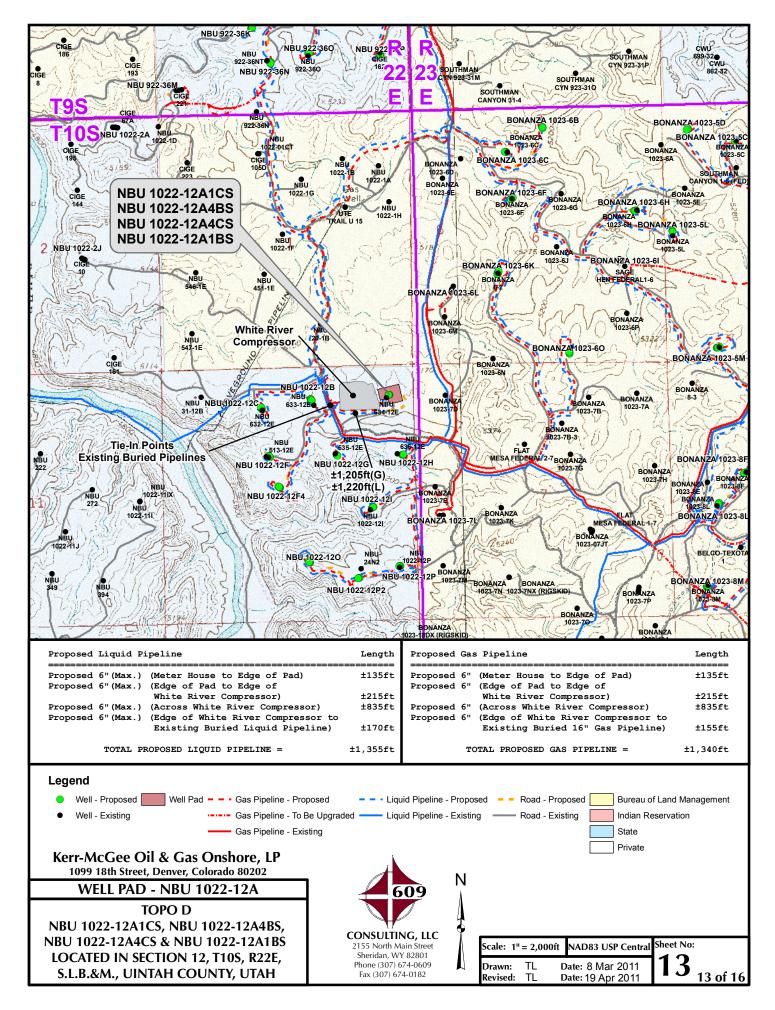
DATE DRAWN:
02-11-11 Drawn BY: E.M.S.

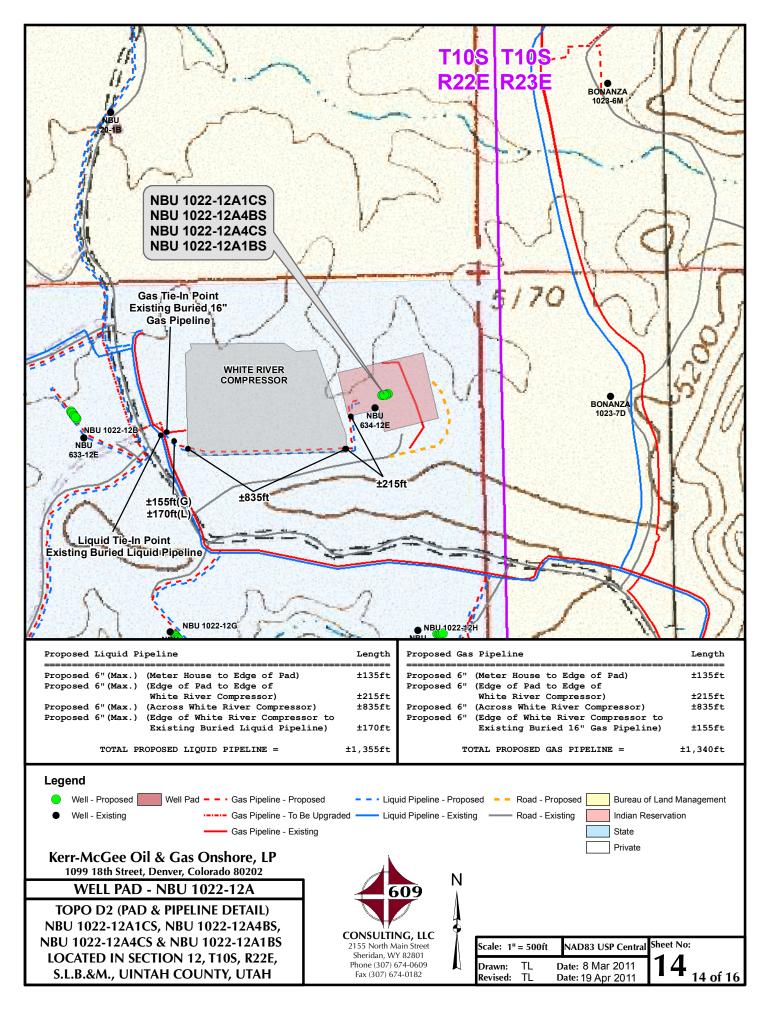
9 9 OF 16

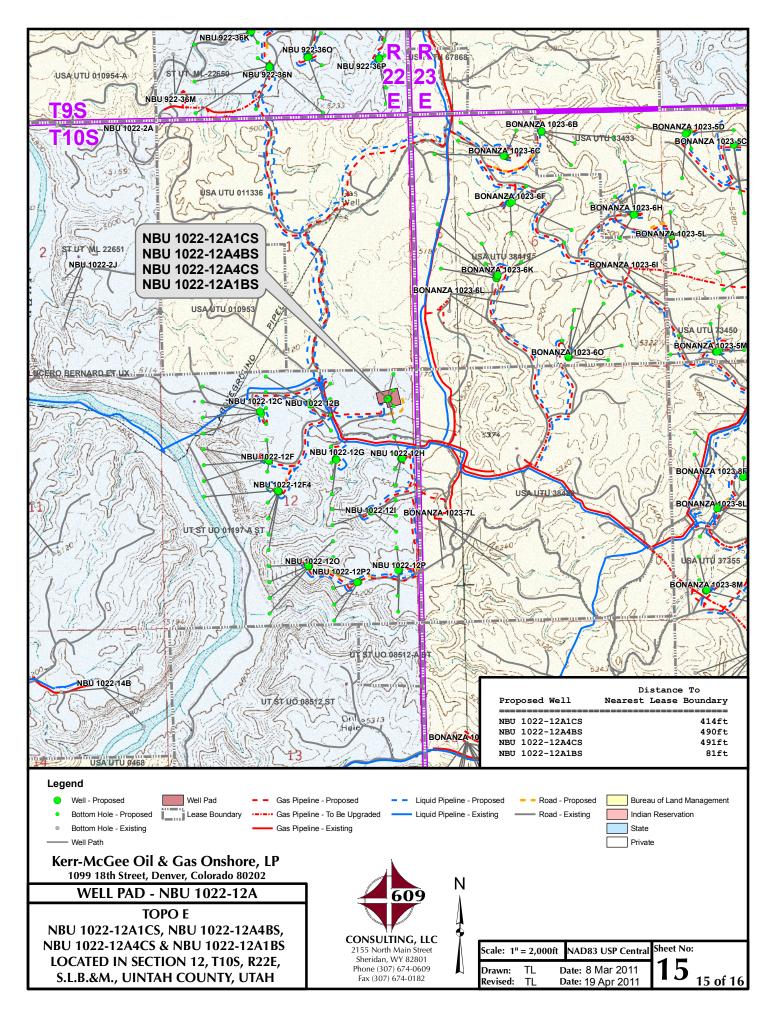












Kerr-McGee Oil & Gas Onshore, LP WELL PAD – NBU 1022-12A WELLS – NBU 1022-12A1CS, NBU 1022-12A4BS, NBU 1022-12A4CS & NBU 1022-12A1BS Section 12, T10S, R22E, S.L.B.&M.

From the intersection of U.S. Highway 40 and 500 East Street in Vernal, Utah, proceed in an easterly, then southerly direction along U.S. Highway 40 approximately 3.3 miles to the junction of State Highway 45. Exit right and proceed in a southerly direction along State Highway 45 approximately 20.2 miles to the junction of the Glen Bench Road (County B Road 3260). Exit right and proceed in a southwesterly direction along the Glen Bench Road approximately 14.4 miles to the intersection of the Fidlar Road (County B Road 3410) which road intersection is approximately 400 feet northeast of the Mountain Fuel Bridge at the White River. Exit left and proceed in a southeasterly direction along the Fidlar Road approximately 4.4 miles to the intersection of the Seven Sisters Road (County B Road 3420). Exit right and proceed in a southeasterly, then southerly direction along the Seven Sisters Road approximately 4.7 miles to a service road to the northeast. Exit left and proceed in a northeasterly direction along the service road approximately 0.2 miles to the proposed access road. Follow road flags in a northeasterly, then northwesterly direction approximately 650 feet to the proposed well location.

Total distance from Vernal, Utah to the proposed well location is approximately 47.3 miles in a southerly direction.

SHEET 16 OF 16

API Well Number: 43047519**52060**0 **UTAH - UTM (feet), NAD27, Zone 12N** Site: **NBU 1022-12A PAD**

Scientific Drilling

Rocky Mountain Operations

Vertical Section at 29.94° (1500 ft/in)

Site: NBU 1022-12A PAI Well: NBU 1022-12A1CS

Wellbore: OH

Design: PLAN #1 PRELIMINARY



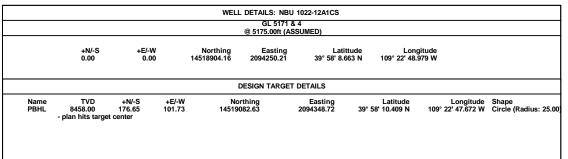
Created By: RobertScott Date: 15:04, August 19 2011

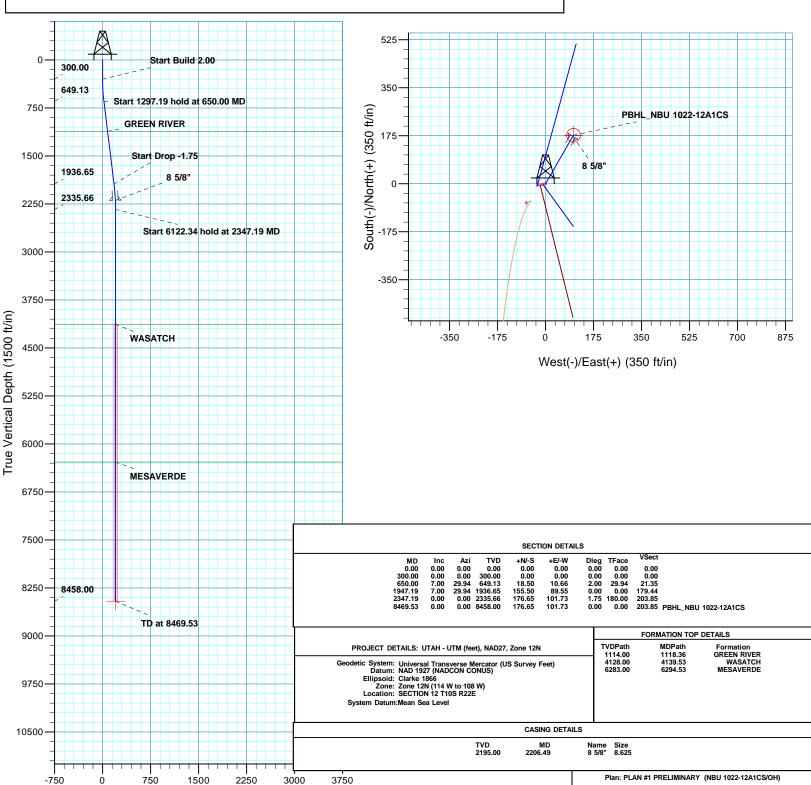
RECEIVE



Azimuths to True North Magnetic North: 11.00°

Magnetic Field Strength: 52309.5snT Dip Angle: 65.86° Date: 08/19/2011 Model: IGRF2010







US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N NBU 1022-12A PAD NBU 1022-12A1CS

OH

Plan: PLAN #1 PRELIMINARY

Standard Planning Report

19 August, 2011



RECEIVED: September 09, 2011



SDI Planning Report



EDM5000-RobertS-Local Database:

Company: US ROCKIES REGION PLANNING **Local Co-ordinate Reference: TVD Reference:**

Well NBU 1022-12A1CS GL 5171 & 4

@ 5175.00ft (ASSUMED)

Project: UTAH - UTM (feet), NAD27, Zone 12N

MD Reference: GL 5171 & 4 @ 5175.00ft (ASSUMED)

Site: NBU 1022-12A PAD NBU 1022-12A1CS Well:

Survey Calculation Method:

North Reference:

Wellbore: ОН

Design: PLAN #1 PRELIMINARY Minimum Curvature

Project UTAH - UTM (feet), NAD27, Zone 12N

Map System: Universal Transverse Mercator (US Survey Feet) Mean Sea Level

NAD 1927 (NADCON CONUS) Geo Datum: Zone 12N (114 W to 108 W) Map Zone:

NBU 1022-12A PAD, SECTION 12 T10S R22E Site

Northing: 14,518,904.17 usft Site Position: Latitude: 39° 58' 8.663 N From: Lat/Long Easting: 2,094,250.21 usft Longitude: 109° 22' 48.979 W 1.04°

System Datum:

0.00 ft Slot Radius: 13.200 in **Grid Convergence: Position Uncertainty:**

Well NBU 1022-12A1CS, 591 FNL 592 FEL

39° 58' 8.663 N **Well Position** +N/-S 0.00 ft 14,518,904.17 usft Northing: Latitude: 0.00 ft 2,094,250.21 usft 109° 22' 48.979 W

+E/-W Easting: Longitude: **Position Uncertainty** 0.00 ft Wellhead Elevation: **Ground Level:** 5.171.00 ft

ОН Wellbore Declination Field Strength Magnetics **Model Name** Sample Date **Dip Angle** (°) (°) (nT) IGRF2010 08/19/11 11.00 65.86 52,310

PLAN #1 PRELIMINARY Design **Audit Notes:** PLAN 0.00 Version: Phase: Tie On Depth: Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (ft) (ft) (ft) (°) 0.00 0.00 0.00 29.94

Plan Sections										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00	
650.00	7.00	29.94	649.13	18.50	10.66	2.00	2.00	0.00	29.94	
1,947.19	7.00	29.94	1,936.65	155.50	89.55	0.00	0.00	0.00	0.00	
2,347.19	0.00	0.00	2,335.66	176.65	101.73	1.75	-1.75	0.00	180.00	
8,469.53	0.00	0.00	8,458.00	176.65	101.73	0.00	0.00	0.00	0.00 F	BHL_NBU 1022-12/



SDI Planning Report



EDM5000-RobertS-Local Database:

Company: US ROCKIES REGION PLANNING

Project: UTAH - UTM (feet), NAD27, Zone 12N

Site: NBU 1022-12A PAD Well: NBU 1022-12A1CS

Wellbore: ОН

Design: PLAN #1 PRELIMINARY Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

North Reference:

GL 5171 & 4 @ 5175.00ft (ASSUMED)

MD Reference: GL 5171 & 4

@ 5175.00ft (ASSUMED)

Well NBU 1022-12A1CS

True

Minimum Curvature

ed Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
Start Build	2.00								
400.00	2.00	29.94	399.98	1.51	0.87	1.75	2.00	2.00	0.00
500.00	4.00	29.94	499.84	6.05	3.48	6.98	2.00	2.00	0.00
600.00	6.00	29.94	599.45	13.60	7.83	15.69	2.00	2.00	0.00
650.00	7.00	29.94	649.13	18.50	10.66	21.35	2.00	2.00	0.00
Start 1297.1	19 hold at 650.00	MD							
700.00	7.00	29.94	698.76	23.78	13.70	27.45	0.00	0.00	0.00
800.00	7.00	29.94	798.01	34.35	19.78	39.63	0.00	0.00	0.00
000.00	7.00	29.94	190.01	34.33	19.70	39.03	0.00	0.00	0.00
900.00	7.00	29.94	897.27	44.91	25.86	51.82	0.00	0.00	0.00
1,000.00	7.00	29.94	996.52	55.47	31.94	64.01	0.00	0.00	0.00
1,100.00	7.00	29.94	1,095.78	66.03	38.03	76.19	0.00	0.00	0.00
1,118.36	7.00	29.94	1,114.00	67.97	39.14	78.43	0.00	0.00	0.00
		20.04	1,114.00	07.07	00.14	70.40	0.00	0.00	0.00
GREEN RIV		00.04	4 405 00	70.50	44.44	00.00	0.00	0.00	0.00
1,200.00	7.00	29.94	1,195.03	76.59	44.11	88.38	0.00	0.00	0.00
1,300.00	7.00	29.94	1,294.28	87.15	50.19	100.57	0.00	0.00	0.00
1,400.00	7.00	29.94	1,393.54	97.71	56.27	112.76	0.00	0.00	0.00
1,500.00	7.00	29.94	1,492.79	108.27	62.35	124.94	0.00	0.00	0.00
			1,592.75						
1,600.00	7.00	29.94		118.83	68.44	137.13	0.00	0.00	0.00
1,700.00	7.00	29.94	1,691.30	129.39	74.52	149.32	0.00	0.00	0.00
1,800.00	7.00	29.94	1,790.56	139.95	80.60	161.50	0.00	0.00	0.00
1,900.00	7.00	29.94	1,889.81	150.51	86.68	173.69	0.00	0.00	0.00
1,947.19	7.00	29.94	1,936.65	155.50	89.55	179.44	0.00	0.00	0.00
Start Drop		_0.0.	1,000.00	.00.00	00.00		0.00	0.00	0.00
•		20.04	1 000 10	160.71	02.55	105 45	1 75	1 75	0.00
2,000.00	6.08	29.94	1,989.12	160.71	92.55	185.45	1.75	-1.75	
2,100.00	4.33	29.94	2,088.70	168.56	97.08	194.52	1.75	-1.75	0.00
2,200.00	2.58	29.94	2,188.52	173.78	100.08	200.54	1.75	-1.75	0.00
2,206.49	2.46	29.94	2,195.00	174.03	100.22	200.82	1.75	-1.75	0.00
8 5/8"		_0.0.	2,.00.00			200.02	0	0	0.00
	0.00	00.04	0.000.47	470.05	404.50	000 54	4.75	4.75	0.00
2,300.00	0.83	29.94	2,288.47	176.35	101.56	203.51	1.75	-1.75	0.00
2,347.19	0.00	0.00	2,335.66	176.65	101.73	203.85	1.75	-1.75	0.00
	34 hold at 2347.19								
2,400.00	0.00	0.00	2,388.47	176.65	101.73	203.85	0.00	0.00	0.00
2,500.00	0.00	0.00	2,488.47	176.65	101.73	203.85	0.00	0.00	0.00
2,600.00	0.00	0.00	2,588.47	176.65	101.73	203.85	0.00	0.00	0.00
			0,000 47						
2,700.00		0.00	2,688.47	176.65	101.73	203.85	0.00	0.00	0.00
2,800.00	0.00	0.00	2,788.47	176.65	101.73	203.85	0.00	0.00	0.00
2,900.00	0.00	0.00	2,888.47	176.65	101.73	203.85	0.00	0.00	0.00
3,000.00	0.00	0.00	2,988.47	176.65	101.73	203.85	0.00	0.00	0.00
3,100.00	0.00	0.00	3,088.47	176.65	101.73	203.85	0.00	0.00	0.00
3,200.00	0.00	0.00	3,188.47	176.65	101.73	203.85	0.00	0.00	0.00
					101.73				
3,300.00	0.00	0.00	3,288.47	176.65		203.85	0.00	0.00	0.00
3,400.00	0.00	0.00	3,388.47	176.65	101.73	203.85	0.00	0.00	0.00
3,500.00	0.00	0.00	3,488.47	176.65	101.73	203.85	0.00	0.00	0.00
3,600.00	0.00	0.00	3,588.47	176.65	101.73	203.85	0.00	0.00	0.00
3,700.00	0.00	0.00	3,688.47	176.65	101.73	203.85	0.00	0.00	0.00
3,800.00	0.00	0.00	3,788.47	176.65	101.73	203.85	0.00	0.00	0.00
	0.00						0.00	0.00	
3,900.00	0.00	0.00	3,888.47	176.65	101.73	203.85			0.00



Company:

SDIPlanning Report



Database: EDM5000-RobertS-Local

US ROCKIES REGION PLANNING

Project: UTAH - UTM (feet), NAD27, Zone 12N

 Site:
 NBU 1022-12A PAD

 Well:
 NBU 1022-12A1CS

Wellbore: OH

Design: PLAN #1 PRELIMINARY

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well NBU 1022-12A1CS

GL 5171 & 4

@ 5175.00ft (ASSUMED)

GL 5171 & 4

@ 5175.00ft (ASSUMED)

True

Minimum Curvature

ed Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
4,000.0	0.00	0.00	3,988.47	176.65	101.73	203.85	0.00	0.00	0.00
4,100.0		0.00	4,088.47	176.65	101.73	203.85	0.00	0.00	0.00
4,139.5		0.00	4,128.00	176.65	101.73	203.85	0.00	0.00	0.00
WASATC									
4,200.0		0.00	4,188.47	176.65	101.73	203.85	0.00	0.00	0.00
4,300.0	0.00	0.00	4,288.47	176.65	101.73	203.85	0.00	0.00	0.00
4,400.0	0.00	0.00	4,388.47	176.65	101.73	203.85	0.00	0.00	0.00
4,500.0		0.00	4,488.47	176.65	101.73	203.85	0.00	0.00	0.00
4,600.0		0.00	4,588.47	176.65	101.73	203.85	0.00	0.00	0.00
4,700.0		0.00	4,688.47	176.65	101.73	203.85	0.00	0.00	0.00
4,800.0	0.00	0.00	4,788.47	176.65	101.73	203.85	0.00	0.00	0.00
4,900.0	0.00	0.00	4,888.47	176.65	101.73	203.85	0.00	0.00	0.00
5,000.0		0.00	4,988.47	176.65	101.73	203.85	0.00	0.00	0.00
5,100.0		0.00	5,088.47	176.65	101.73	203.85	0.00	0.00	0.00
5,200.0		0.00	5,188.47	176.65	101.73	203.85	0.00	0.00	0.00
5,300.0	0.00	0.00	5,288.47	176.65	101.73	203.85	0.00	0.00	0.00
5,400.0	0.00	0.00	5,388.47	176.65	101.73	203.85	0.00	0.00	0.00
5,500.0	0.00	0.00	5,488.47	176.65	101.73	203.85	0.00	0.00	0.00
5,600.0		0.00	5,588.47	176.65	101.73	203.85	0.00	0.00	0.00
5,700.0		0.00	5,688.47	176.65	101.73	203.85	0.00	0.00	0.00
5,800.0	0.00	0.00	5,788.47	176.65	101.73	203.85	0.00	0.00	0.00
5,900.0	0.00	0.00	5,888.47	176.65	101.73	203.85	0.00	0.00	0.00
6,000.0	0.00	0.00	5,988.47	176.65	101.73	203.85	0.00	0.00	0.00
6,100.0	0.00	0.00	6,088.47	176.65	101.73	203.85	0.00	0.00	0.00
6,200.0		0.00	6,188.47	176.65	101.73	203.85	0.00	0.00	0.00
6,294.5		0.00	6,283.00	176.65	101.73	203.85	0.00	0.00	0.00
MESAVE	RDE								
6,300.0	0.00	0.00	6,288.47	176.65	101.73	203.85	0.00	0.00	0.00
6,400.0		0.00	6,388.47	176.65	101.73	203.85	0.00	0.00	0.00
6,500.0		0.00	6,488.47	176.65	101.73	203.85	0.00	0.00	0.00
6,600.0		0.00	6,588.47	176.65	101.73	203.85	0.00	0.00	0.00
6,700.0	0.00	0.00	6,688.47	176.65	101.73	203.85	0.00	0.00	0.00
6,800.0		0.00	6,788.47	176.65	101.73	203.85	0.00	0.00	0.00
6,900.0		0.00	6,888.47	176.65	101.73	203.85	0.00	0.00	0.00
7,000.0		0.00	6,988.47	176.65	101.73	203.85	0.00	0.00	0.00
7,100.0		0.00	7,088.47	176.65	101.73	203.85	0.00	0.00	0.00
7,200.0		0.00	7,188.47	176.65	101.73	203.85	0.00	0.00	0.00
7,300.0		0.00	7,288.47	176.65	101.73	203.85	0.00	0.00	0.00
7,400.0		0.00	7,388.47	176.65	101.73	203.85	0.00	0.00	0.00
7,500.0		0.00	7,488.47	176.65	101.73	203.85	0.00	0.00	0.00
7,600.0 7,700.0		0.00	7,588.47	176.65	101.73	203.85	0.00	0.00	0.00
,		0.00	7,688.47	176.65	101.73	203.85	0.00	0.00	0.00
7,800.0		0.00	7,788.47	176.65	101.73	203.85	0.00	0.00	0.00
7,900.0		0.00	7,888.47	176.65	101.73	203.85	0.00	0.00	0.00
8,000.0		0.00	7,988.47	176.65	101.73	203.85	0.00	0.00	0.00
8,100.0		0.00	8,088.47	176.65	101.73	203.85	0.00	0.00	0.00
8,200.0		0.00	8,188.47	176.65	101.73	203.85	0.00	0.00	0.00
8,300.0		0.00	8,288.47	176.65	101.73	203.85	0.00	0.00	0.00
	0.00	0.00	8,388.47	176.65	101.73	203.85	0.00	0.00	0.00
8,400.0 8,469.5		0.00	8,458.00	176.65	101.73	203.85	0.00	0.00	0.00



SDI Planning Report

MD Reference:

North Reference:

Local Co-ordinate Reference:

Survey Calculation Method:



Database: Company: EDM5000-RobertS-Local

US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N

Dip Dir.

(°)

TVD Reference:

Well NBU 1022-12A1CS

GL 5171 & 4

@ 5175.00ft (ASSUMED)

GL 5171 & 4

@ 5175.00ft (ASSUMED)

True Minimum Curvature

Project: Site:

Well:

NBU 1022-12A PAD NBU 1022-12A1CS

Wellbore:

Design: PLAN #1 PRELIMINARY

Design Targets

Target Name

- hit/miss target - Shape

PBHL_NBU 1022-12A1(

Dip Angle (°)

0.00

0.00 8,458.00

TVD

(ft)

(ft) 176.65

Name

Local Coordinates

176.65

+N/-S

(ft) 101.73

+E/-W

(usft) 14,519,082.63

Northing

Easting (usft) 2,094,348.71

Latitude

39° 58′ 10.409 N 109° 22' 47.672 W

Longitude

- plan hits target center

- Circle (radius 25.00)

Casing Points

Measured Vertical Depth Depth (ft) (ft)

2,206.49 2,195.00 8 5/8" Name

Casing Diameter (in) 8.625

Dip

(°)

Diameter (in)

Dip

Direction

(°)

11.000

Hole

Formations

Measured Vertical Depth Depth (ft) (ft)

1,118.36 1,114.00 **GREEN RIVER** 4,139.53 4,128.00 WASATCH 6,294.53 6,283.00 MESAVERDE

Vertical

Plan Annotations

Measured

8,469.53

Depth Depth +N/-S +E/-W (ft) (ft) (ft) 300.00 300.00 0.00 0.00 650.00 649.13 18.50 10.66 1,947.19 1.936.65 155.50 89.55 2,347.19 2,335.66 176.65 101.73

8,458.00

Comment Start Build 2.00

Start 1297.19 hold at 650.00 MD Start Drop -1.75 Start 6122.34 hold at 2347.19 MD TD at 8469.53

Lithology

08/19/11 3:15:02PM Page 5 COMPASS 5000.1 Build 40

101.73

Surface Use Plan of Operations 1 of 8

NBU 1022-12A1BS/ 1022-12A1CS/ 1022-12A4BS/ 1022-12A4CS

_	NBU 1022-12A1BS		
Surface:	598 FNL / 621 FEL	NENE	Lot
BHL:	81 FNL / 481 FEL	NENE	Lot
_	NBU 1022-12A1CS		
Surface:	591 FNL / 592 FEL	NENE	Lot
BHL:	414 FNL / 490 FEL	NENE	Lot
	NBU 1022-12A4BS		
Surface:	593 FNL / 601 FEL	NENE	Lot
BHL:	746 FNL / 490 FEL	NENE	Lot
	NBU 1022-12A4CS		
Surface:	596 FNL / 611 FEL	NENE	Lot
BHL:	1077 FNL / 491 FEL	NENE	Lot

Pad: NBU 1022-12A PAD

Section 12 T10S R22E Mineral Lease: UT ST UO 01197-A ST

Uintah County, Utah
Operator: Kerr-McGee Oil & Gas Onshore LP

This SUPO contains surface operating procedures for Kerr-McGee Oil & Gas Onshore LP (KMG), a wholly owned subsidiary of Anadarko Petroleum Corporation (APC) pertaining to actions that involve the State of Utah School and Institutional Trust Lands Administration (SITLA) in the development of minerals leased to APC/KMG (including but not limited to, APDs/SULAs/ROEs/ROWs and/or easements.)

See associated Utah Division of Oil, Gas, and Mining (UDOGM) Form 3(s), plats, maps, and other attachments for site-specific information on projects represented herein.

In accordance with Utah Oil & Gas Conservation Rule R649-3-11 pertaining to Directional Drilling, these wells will be directionally drilled. Refer to Topo Map A for directions to the location and Topo Maps A and B for location of access roads within a 2-mile radius.

A. Existing Roads:

Existing roads consist of county and improved/unimproved lease roads. KMG will maintain existing roads in a condition that is the same as or better than before operations began and in a safe and usable condition. Maintenance of existing roads will continue until final abandonment and reclamation of well pads and/or other facilities. The road maintenance may include, but is not limited to, blading, ditching, culvert installation/cleanout, surfacing, and dust control.

Typically, roads, gathering lines and electrical distribution lines will occupy common disturbance corridors and roadways will be used as working space. All disturbances located in the same corridor will overlap each other to the maximum extent possible; in no case will the maximum disturbance width of the access road and utility corridors exceed 50', unless otherwise approved.

B. Planned Access Roads:

One new access road is proposed (see Topo Map B). The ± 650 ' reroute will travel from the middle of the East side of the pad around the SE corner of the pad to the existing access road. Applicable Uintah County encroachment and/or pipeline crossing permits will be obtained prior to construction/development. No other pipelines will be crossed at this location.

If there are roads that are new or to be reconstructed, they will be located, designed, and maintained to meet the standards of SITLA and other commonly accepted Best Management Practices (BMPs). If a new road/corridor were to cross a water of the United States, KMG will adhere to the requirements of applicable Nationwide or Individual Permits of the Department of Army Corps of Engineers.

During the onsite, turnouts, major cut and fills, culverts, bridges, gates, cattle guards, low water crossings, or modifications needed to existing infrastructure/facilities were determined, as applicable, are typically shown on attached Exhibits and Topo maps.

C. Location of Existing and Proposed Facilities:

This pad will expand the existing pad for the NBU 634-12E. The NBU 634-12E well is a vertical well that was plugged and abandoned on May 31, 2008 according to the status on the UDOGM website on 06/15/2011.

Production facilities (see Well Pad Design Summary and Facilities Diagram):

Production facilities will be installed on the disturbed portion of the well pad and may include bermed components (typically excluding dehy's and/or separators) that contain fluids (i.e. production tanks, produced liquids tanks). The berms will be constructed of compacted subsoil or corrugated metal, impervious, designed to hold 110% of the capacity of the largest tank, and be independent of the back cut. All permanent (on-site six months or longer) above ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earth-tone color chosen at the onsite in coordination with SITLA.

Gathering Facilities:

The following pipeline transmission facilities will apply if the well is productive (see Topo D):

The total gas gathering (steel line pipe with fusion bond epoxy coating) pipeline distances from the meter to the tie in point is $\pm 1,340$ ' and the individual segments are broken up as follows:

±135' (0.03 miles) –New 6" buried gas pipeline from the meter to the edge of the pad. Please refer to Topo D2 - Pad and Pipeline Detail.

NBU 1022-12A1BS/ 1022-12A1CS/ 1022-12A4BS/ 1022-12A4CS

Surface Use Plan of Operations 3 of 8

±1,205' (0.2 miles) –New 6" buried gas pipeline from edge of the pad to the SE corner of the White River Compressor traveling east to the tie-in at the existing buried 16" gas pipeline. Please refer to Topo D & D2.

The total liquid gathering pipeline distance from the separator to the tie in point is $\pm 1,355$ ' and the individual segments are broken up as follows:

- $\pm 135'$ (0.03 miles) –New 6" buried liquid pipeline from the separator to the edge of the pad. Please refer to Topo D2 Pad and Pipeline Detail.
- ±1,220' (0.2 miles) –New 6" buried liquid pipeline from the edge of the pad to the SE corner of the White River Compressor. Traveling east to tie-in to the existing buried liquid pipeline. Please refer to Topo D & D2.

The liquid gathering lines will be made of polyethylene or a composite polyethylene/steel or polyethylene/fiberglass that is not subject to internal or external pipe corrosion. The content of the produced fluids to be transferred by the liquid gathering system will be approximately 92% produced water and 8% condensate. Trunk line valve connections for the water gathering system will be below ground but accessible from the surface in order to prevent freezing during winter time.

The proposed pipelines will be buried and will include gas gathering and liquid gathering pipelines in the same trench. Where the pipeline is adjacent to the road or well pad, the road and/or well pad will be utilized for construction activities and staging. KMG requests a permanent 30' right-of-way adjacent to the road for life-of-project for maintenance, repairs, and/or upgrades, no additional right-of-way will be needed beyond the 30'. Where the pipeline is not adjacent to the road or well pad, KMG requests a temporary 45' construction right-of-way 30' permanent right-of-way.

The proposed trench width for the pipeline would range from 18-48 inches and will be excavated to a depth of 48 to 60 inches of normal soil cover or 24 inches of cover in consolidated rock. During construction blasting may occur along the proposed right-of-way where trenching equipment cannot cut into the bedrock. Large debris and rocks removed from the earth during trenching and blasting that could not be returned to the trench would be distributed evenly and naturally in the project area. The proposed pipelines will be pressure tested pneumatically (depending on size) or with fluids (either fresh or produced). If fluids are used, there will be no discharge to the surface.

Pipeline signs will be installed along the right-of-way to indicate the pipeline proximity and ownership, as well as to provide emergency contact phone numbers. Above ground valves, T's, and/or cathodic protection will be installed at various locations for connection, corrosion prevention and/or for safety purposes.

D. <u>Location and Type of Water Supply</u>:

Water for drilling purposes will be obtained from one of the following sources:

- Dalbo Inc.'s underground well located in Ouray, Utah, Sec. 32 T4S R3E, Water User Claim number 43-8496, application number 53617.
- Price Water Pumping Inc. Green River and White River, various sources, Water Right Number 49-1659, application number: a35745.

NBU 1022-12A1BS/ 1022-12A1CS/ 1022-12A4BS/ 1022-12A4CS

Surface Use Plan of Operations 4 of 8

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

E. Source of Construction Materials:

Construction operations will typically be completed with native materials found on location. If needed, construction materials that must be imported to the site (mineral material aggregate, soils or materials suitable for fill/surfacing) will be obtained from a nearby permitted source and described in subsequent Sundry requests. No construction materials will be removed from State lands without prior approval from SITLA.

F. Methods for Handling Waste Materials:

Should the well be productive, produced water will be contained in a water tank and will be transported by pipeline and/or truck to an approved disposal sites facilities and/or Salt Water Disposal (SWD) injection well. Currently, those facilities are:

RNI in Sec. 5 T9S R22E

Ace Oilfield in Sec. 2 T6S R20E MC&MC in Sec. 12 T6S R19E

Pipeline Facility in Sec. 36 T9S R20E

Goat Pasture Evaporation Pond in SW/4 Sec. 16 T10S R22E

Bonanza Evaporation Pond in Sec. 2 T10S R23E

Ouray #1 SWD in Sec. 1 T9S R21E NBU 159 SWD in Sec. 35 T9S R21E CIGE 112D SWD in Sec. 19 T9S R21E CIGE 114 SWD in Sec. 34 T9S R21E NBU 921-34K SWD in Sec. 34 T9S R21E NBU 921-33F SWD in Sec. 33 T9S R21E NBU 921-34L SWD in Sec. 34 T9S R21E

Drill cuttings and/or fluids will be contained in the reserve/frac pit. Cuttings will be buried in pit(s) upon closure. Unless otherwise approved, no oil or other oil-based drilling additives, chromium/metals-based, or saline muds will be used during drilling. Only fresh water (as specified above), biodegradable polymer soap, bentonite clay, and/or non-toxic additives will be used in the mud system.

Pits will be constructed to minimize the accumulation of surface runoff. Should fluid hydrocarbons be encountered during drilling, completions or well testing, product will either be contained in test tanks on the well site or evacuated by vacuum trucks and transported to an approved disposal/sales facility. Should petroleum hydrocarbons unexpectedly be released into a pit, they will be removed as soon as practical but in no case will they remain longer than 72 hours unless an alternate is approved by SITLA. Should timely removal prove infeasible, the pit will be netted with mesh no larger than 1 inch until such time as hydrocarbons can be removed. Hydrocarbon removal will also take place prior to the closure of the pit, unless authorization is provided for disposal via alternative pit closure methods (e.g. solidification.)

NBU 1022-12A1BS/ 1022-12A1CS/ 1022-12A4BS/ 1022-12A4CS

Surface Use Plan of Operations 5 of 8

The reserve and/or fracture stimulation pit will be lined with a synthetic material 20 mil or thicker. The liner will be installed over smooth fill subgrade that is free of pockets, loose rocks, or other materials (i.e. sand, sifted dirt, bentonite, straw, etc.) that could damage the liner. Any additional pits necessary for subsequent operations, such as temporary flare or workover pits, will be contained within the originally approved well pad and disturbance boundaries. Such temporary pits will be backfilled and reclaimed within 180 days of completion of work at a well location.

For the protection of livestock and wildlife, all open pits and cellars will be fenced/covered to prevent wildlife or livestock entry. Total height of pit fencing will be at least 42 inches and corner posts will be cemented and/or braced in such a manner as to keep the fence tight at all times. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

Pits containing drilling cuttings, mud, and/or completions fluids will be allowed to dry. Any free fluids remaining after after six (6) months from reaching total depth, date of completion, and/or determination of inactivity will be removed (as weather conditions allow) to an approved site and the pit reclaimed. Additional drying methods may include fly-ash solidification or sprinkler evaporation. Installation and operation of any sprinklers, pumps, and equipment will ensure that water spray or mist does not drift. Reserve pit liners will be cut off or folded as near to the mud surface as possible and as safety considerations allow and buried on location.

No garbage or non-exempt substances as defined by Resource Conservation and Recovery Act (RCRA) subtitle C will be placed in the reserve pit. All refuse generated during construction, drilling, completion, and well testing activities will be contained in an enclosed receptacle, removed from the drill locations promptly, and transported to an approved disposal facility.

Portable, self-contained chemical toilets and/or sewage processing facilities will be provided for human waste disposal. Upon completion of operations, or as required, the toilet holding tanks will be pumped and the contents disposed of in an approved sewage disposal facility. All applicable regulations pertaining to disposal of human and solid waste will be observed.

Any undesirable event, including accidental release of fluids, or release in excess of reportable quantities, will be managed according to the notification requirements of UDOGMs "Reporting Oil and Gas Undesirable Events" rule. Where State wells are participatory to a Federal agreement, according to NTL-3A, the appropriate Federal agencies will be notified.

Materials Management

Hazardous materials above reportable quantities will not be produced by drilling or completing proposed wells or constructing the pipelines/facilities. The term "hazardous materials" as used here means: (1) any substance, pollutant, or containment listed as hazardous under the Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA) of 1980, as amended 42 U.S.C. 9601 et seq., and the regulations issued under CERCLA; and (2) any hazardous waste as defined in RCRA of 1976, as amended. In addition, no extremely hazardous substance, as defined in 40 CFR 355, in threshold planning quantities, would be used, produced, stored, transported, or disposed of while producing any well.

Chemicals subject to reporting under Title III of the Superfund Amendments and Reauthorization Act (SARA) in quantities of 10,000 pounds or more may be produced and/or stored at production facilities and may be kept in limited quantities on drilling sites and well locations for short periods of time during drilling or completion activities.

NBU 1022-12A1BS/ 1022-12A1CS/ 1022-12A4BS/ 1022-12A4CS

Surface Use Plan of Operations 6 of 8

G. Ancillary Facilities:

None are anticipated.

H. Well Site Layout (see Well Pad Design Summary):

The location, orientation and aerial extent of each drill pad; reserve/completion/flare pit; access road ingress/egress points, drilling rig, dikes/ditches, existing wells/infrastructure; proposed cuts and fills; and topsoil and spoil material stockpile locations are depicted on the exhibits for each project, where applicable. Site-specific conditions may require slight deviation in actual equipment and facility layout; however, the area of disturbance, as described in the survey, will not be exceeded.

Coordinates are provided in the National Spatial Reference System, North American Datum, 1927 (NAD27) or latest edition. Distances are depicted on each plat to the nearest two adjacent section lines.

I. Plans for Reclamation of the Surface:

Surface reclamation will be undertaken in two phases: interim and final. Interim reclamation is conducted following well completion and extends through the period of production. This reclamation is for the area of the well pad that is not required for production activities. Final reclamation is conducted following well plugging/conversion and/or facility abandonment processes.

Reclamation activities in both phases may include but is not limited to the re-contouring or re-configuration of topographic surfaces, restoration of drainage systems, segregation of spoils materials, minimizing surface disturbance, re-evaluating backfill requirements, pit closure, topsoil redistribution, soil treatments, seeding and weed control.

Interim Reclamation

Interim reclamation includes pit closure, re-contouring (where possible), soil bed preparation, topsoil placement, seeding, and/or weed control.

Interim re-contouring involves bringing all construction material from cuts and fills back onto the well pad and site and reestablishing the natural contours where desirable and practical. Fill and stockpiled spoils no longer necessary to the operation will be spread on the cut slopes and covered with stockpiled topsoil. All stockpiled top soils will be used for interim reclamation where practical to maintain soil viability. Where possible, the land surface will be left "rough" after re-contouring to ensure that the maximum surface area will be available to support the reestablishment of vegetative cover.

A reserve pit, upon being allowed to dry, will be backfilled and compacted with cover materials that are void of any topsoil, vegetation, large stones, rocks or foreign objects. Soils that are moisture laden, saturated, or partially/completely frozen will not be used for backfill or cover. The pit area will be mounded to allow for settling and to promote positive surface drainage away from the pit.

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NBU 1022-12A1BS/ 1022-12A1CS/ 1022-12A4BS/ 1022-12A4CS

Final Reclamation

Final reclamation will be performed for newly drilled unproductive wells and/or at the end of the life of a productive well. As soon as practical after the conclusion of drilling and testing operations, unproductive drill holes will be plugged and abandoned (P&A). Site and road reclamation will commence following plugging. In no case will reclamation at non-producing locations be initiated later than six (6) months from the date a well is plugged. A joint inspection of the disturbed area to be reclaimed may be requested by KMG. The primary purpose of this inspection will be to review the existing conditions, or agree upon a revised final reclamation and abandonment plan. A Notice of Intent to Abandon will be filed for final recommendations regarding surface reclamation.

After plugging, all wellhead equipment that is no longer needed will be removed, and the well site will be reclaimed. Final contouring will blend with and follow as closely as practical the natural terrain and contours of the original site and surrounding areas. After re-contouring, final grading will be conducted over the entire surface of the well site and access road. Where practical, the area will be ripped to a depth of 18 to 24 inches on 18 to 24-inch centers and surface materials will be pitted with small depressions to form longitudinal depressions 12 to 18 inches deep perpendicular to the natural flow of water.

All unnecessary surface equipment and structures (e.g. cattle guards) and water control structures (e.g. culverts, drainage pipes) not needed to facilitate successful reclamation will be removed during final reclamation. Roads that will be reclaimed will be ripped to a depth of 18 inches where practical, re-contoured to approximate the original contour of the ground and seeded.

Upon successfully completing reclamation of a P&A location, a Final Abandonment Notice will be submitted to UDOGM.

Seeding and Measures Common to Interim and Final Reclamation

Reclaimed areas may be fenced to exclude grazing and encourage re-vegetation.

On slopes where severe erosion can become a problem and the use of machinery is not practical, seed will be hand broadcast and raked with twice the specified amount of seed. The slope will be stabilized using materials specifically designed to prevent erosion on steep slopes and hold seed in place so vegetation can become permanently established. These materials will include, but are not limited to, erosion control blankets and bonded fiber matrix at a rate to achieve a minimum of 80 percent soil coverage.

Seeding will occur year-round as conditions allow. Seed mixes appropriate to the native plant community as determined and specified for each project location based on the site specific soils will be used for re-vegetation. The site specific seed mix will be provided by SITLA.

J. Surface/Mineral Ownership:

SITLA 675 East 500 South, Suite 500 Salt Lake City, UT 84102

L. Other Information:

None

NBU 1022-12A1BS/ 1022-12A1CS/ 1022-12A4BS/ 1022-12A4CS

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M. Lessee's or Operators' Representative & Certification:

Gina T. Becker Regulatory Analyst II Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 (720) 929-6086 Tommy Thompson General Manager, Drilling Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 (720) 929-6724

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage for State lease activities is provided by State Surety Bond 22013542, and for applicable Federal lease activities and pursuant to 43 CFR 3104, by Bureau of Land Management Nationwide Bond WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that I have full knowledge of the State and Federal laws applicable to this operation; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

Si Beh	September 7, 2011	
Gina T Becker	Date	



Joseph D. Johnson 1099 18TH STREET STE. 1800 • DENVER, CO 80202 720-929-6708 • FAX 720-929-7708 E-MAIL: JOE.JOHNSON@ANADARKO.COM

September 7, 2011

Ms. Diana Mason Division of Oil, Gas and Mining P.O. Box 145801 Salt Lake City, UT 84114-6100

Re: Directional Drilling R649-3-11 NBU 1022-12A1CS

10S-22E-Sec. 12 NENE/NENE

Surface: 591' FNL, 592' FEL Bottom Hole: 414' FNL, 490' FEL

Uintah County, Utah

Dear Ms. Mason:

Pursuant to the filing of Kerr-McGee Oil & Gas Onshore LP's (Kerr-McGee) Application for Permit to Drill regarding the above referenced well, we are hereby submitting this letter in accordance with Oil & Gas Conservation Rule R649-3-11 pertaining to the Exception to Location and Siting of Wells.

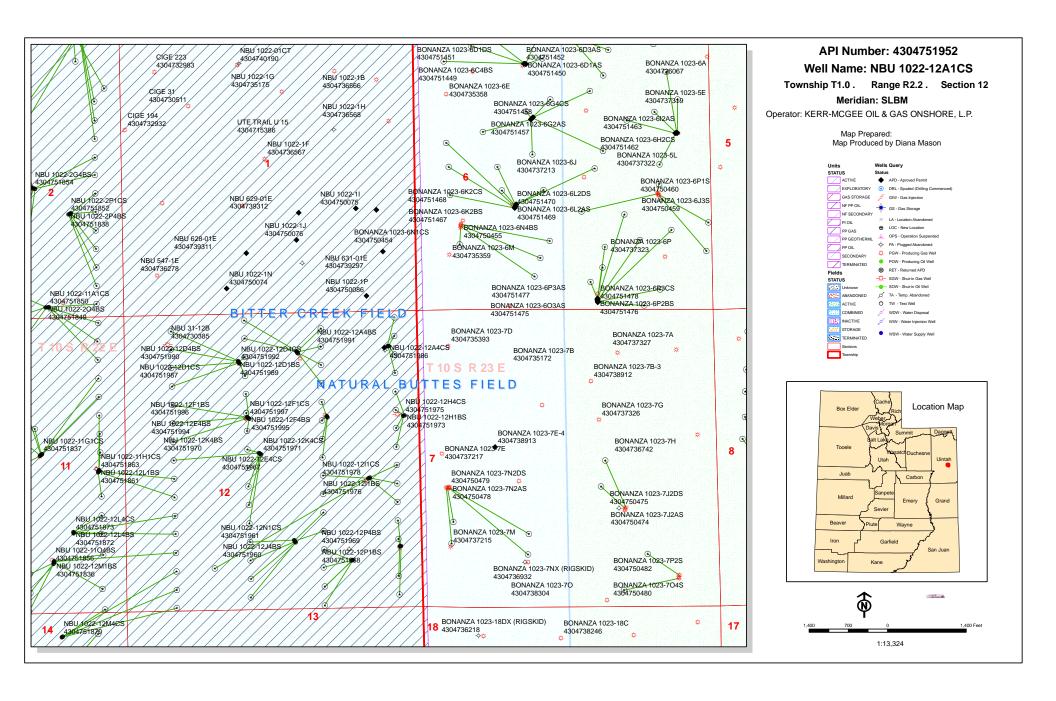
- Kerr-McGee's NBU 1022-12A1CS is located within the Natural Buttes Unit area.
- Kerr-McGee is permitting this well as a directional well in order to minimize surface disturbance. Locating the well at the surface location and directionally drilling from this location, Kerr-McGee will be able to utilize the existing road and pipelines in the area.
- Furthermore, Kerr-McGee certifies that it is the sole working interest owner within 460 feet of the entire directional well bore.

Therefore, based on the above stated information Kerr-McGee Oil & Gas Onshore LP requests the permit be granted pursuant to R649-3-11.

Sincerely,

KERR-MCGEE OIL & GAS ONSHORE LP

Joseph D. Johnson Landman



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

September 19, 2011

Memorandum

Assistant District Manager Minerals, Vernal District To:

From: Michael Coulthard, Petroleum Engineer

2011 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2011 within the Natural Buttes Unit, Uintah County, Utah.

API # WELL NAME LOCATION

(Proposed PZ WASATCH-MESA VERDE)

NBU 1022-12H PAD 43-047-51941 NBU 1022-12H4BS Sec 12 T10S R22E 1846 FNL 0361 FEL BHL Sec 12 T10S R22E 2071 FNL 0491 FEL 43-047-51942 NBU 1022-12H1CS Sec 12 T10S R22E 1843 FNL 0341 FEL BHL Sec 12 T10S R22E 1740 FNL 0491 FEL 43-047-51973 NBU 1022-12H1BS Sec 12 T10S R22E 1842 FNL 0331 FEL BHL Sec 12 T10S R22E 1408 FNL 0491 FEL 43-047-51975 NBU 1022-12H4CS Sec 12 T10S R22E 1845 FNL 0351 FEL BHL Sec 12 T10S R22E 2402 FNL 0492 FEL NBU 1022-120 PAD 43-047-51943 NBU 1022-12N4BS Sec 12 T10S R22E 1224 FSL 2329 FEL BHL Sec 12 T10S R22E 0580 FSL 2150 FWL 43-047-51945 NBU 1022-12N4CS Sec 12 T10S R22E 1216 FSL 2323 FEL BHL Sec 12 T10S R22E 0251 FSL 2141 FWL 43-047-51956 NBU 1022-12J4CS Sec 12 T10S R22E 1240 FSL 2341 FEL BHL Sec 12 T10S R22E 1409 FSL 1817 FEL 43-047-51959 NBU 1022-12N1BS Sec 12 T10S R22E 1257 FSL 2352 FEL BHL Sec 12 T10S R22E 1242 FSL 2147 FWL 43-047-51960 NBU 1022-12J4BS Sec 12 T10S R22E 1249 FSL 2346 FEL

BHL Sec 12 T10S R22E 1740 FSL 1816 FEL

API #	WE:	LL NAME		LO	CATIO	N		
(Proposed PZ	WASA	ATCH-MESA VERD	E)					
43-047-51961	NBU	1022-12N1CS BHL		T10S T10S				
NBU 1022-12B 43-047-51944		1022-12B1BS BHL		T10S T10S				
43-047-51979	NBU	1022-12C1BS BHL		T10S T10S				
43-047-51980	NBU	1022-12B1CS BHL		T10S T10S				
43-047-51981	NBU	1022-12C1CS BHL		T10S T10S				
43-047-51982	NBU	1022-12B4BS BHL		T10S T10S				
43-047-51983	NBU	1022-12B4CS BHL		T10S T10S				
NBU 1022-12P 43-047-51947		1022-12P4CS BHL		T10S T10S				
43-047-51962	NBU	1022-12I4CS BHL		T10S T10S				
43-047-51968	NBU	1022-12P1BS BHL		T10S T10S				
				T10S T10S				
NBU 1022-12P2 43-047-51949		1022-1201BS		T10S T10S				
43-047-51950	NBU	1022-1201CS BHL		T10S T10S				
43-047-51953	NBU	1022-1204BS BHL		T10S T10S				
		1022-1204CS BHL						
NBU 1022-12A 43-047-51951		1022-12A1BS BHL		T10S T10S				
43-047-51952	NBU	1022-12A1CS BHL		T10S T10S				

API #	WE:	LL NAME	LOCATION						
(Proposed PZ	WASA	ATCH-MESA VERDI	⊡)						
43-047-51986	NBU	1022-12A4CS BHL				R22E R22E			
43-047-51991	NBU	1022-12A4BS BHL				R22E R22E			
NBU 1022-12I 43-047-51955		1022-12J1CS BHL				R22E R22E			
43-047-51957	NBU	1022-12J1BS BHL				R22E R22E			
43-047-51958	NBU	1022-12I4BS BHL				R22E R22E			
43-047-51976	NBU	1022-12I1BS BHL				R22E R22E			
43-047-51978	NBU	1022-12I1CS BHL				R22E R22E			
NBU 1022-12G 43-047-51963		1022-12G1CS BHL				R22E R22E			
43-047-51972	NBU	1022-12G4BS BHL				R22E R22E			
43-047-51974	NBU	1022-12G1BS BHL				R22E R22E			
43-047-51977 NBU 1022-12F						R22E R22E			
		1022-12F4CS				R22E R22E			
43-047-51965	NBU	1022-12K1BS BHL				R22E R22E			
43-047-51966	NBU	1022-12K1CS BHL				R22E R22E			
43-047-51967	NBU	1022-12E4CS BHL				R22E R22E			
43-047-51970	NBU	1022-12K4BS BHL				R22E R22E			
43-047-51971	NBU	1022-12K4CS BHL				R22E R22E			

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API # WELL NAME

LOCATION

(Proposed PZ WASATCH-MESA VERDE)

NBU 1022-12CPAD

NBU 1022-12C	PAD							
43-047-51984	NBU	1022-12C4F					2020 2134	
43-047-51985	NBU						2031 2135	
43-047-51987	NBU	1022-12D10					2016 0819	
43-047-51989	NBU	1022-12D1	-				2013 0823	
43-047-51990	NBU	1022-12D4I					2024 0819	
43-047-51992							2027 0820	
NBU 1022-12F	PAD							
43-047-51988	NBU	1022-12E1E					2146 0820	
43-047-51993	NBU	1022-12E10					2154 0821	
43-047-51994	NBU	1022-12E4I					2170 0821	
43-047-51995	NBU	1022-12F4F					2187 2140	
43-047-51996	NBU	1022-12F1F					2179 2137	
43-047-51997	NBU						2162 2138	

Michael L. Coulthard

Digitally signed by Michael L. Coulthard
DN: cn-Michael L. Coulthard, on-Bureau of Land Management, ou=Branch of Minerals,
email=Michael_Coulthard@blm.gov, c=US
Date: 2011.09.19 1447:24-0600°

bcc: File - Natural Buttes Unit

Division of Oil Gas and Mining

Central Files Agr. Sec. Chron Fluid Chron

MCoulthard:mc:9-19-11

From: Diana Mason

To:

Subject: Fwd: Kerr McGee APD approvals

The following APDs have been approved by SITLA including arch and paleo clearance.

```
NBU 1022-12A1BS (4304751951)
NBU 1022-12A1CS (4304751952)
NBU 1022-12A4CS (4304751986
)NBU 1022-12A4BS (4304751991)
NBU 1022-12J1CS (4304751955)
NBU 1022-12J1BS (4304751957)
NBU 1022-12I4BS (4304751958)
NBU 1022-12I1BS (4304751976)
NBU 1022-12I1CS (4304751978)
NBU 1022-12B1BS (4304751944
)NBU 1022-12C1BS (4304751979)
NBU 1022-12B1CS (4304751980)
)NBU 1022-12C1CS (4304751981)
NBU 1022-12B4BS (4304751982)
NBU 1022-12B4CS ( 4304751983
)NBU 1022-12H4BS ( 4304751941)
NBU 1022-12H1CS (4304751942)
NBU 1022-12H1BS (4304751973)
NBU 1022-12H4CS (4304751975)
NBU 1022-12F4CS (4304751964)
NBU 1022-12K1BS (4304751965)
NBU 1022-12K1CS (4304751966)
NBU 1022-12E4CS (4304751967)
NBU 1022-12K4BS (4304751970)
NBU 1022-12K4CS (4304751971)
NBU 1022-1201BS (4304751949)
NBU 1022-1201CS (4304751950)
NBU 1022-12O4BS (4304751953)
NBU 1022-1204CS (4304751954)
NBU 1022-12P4CS (4304751947)
NBU 1022-12I4CS (4304751962)
NBU 1022-12P1BS (4304751968)
NBU 1022-12P4BS (4304751969)
NBU 1022-12G1CS (4304751963)
NBU 1022-12G4BS (4304751972)
NBU 1022-12G1BS (4304751974)
NBU 1022-12G4CS (4304751977)
NBU 1022-12N4BS (4304751943)
NBU 1022-12N4CS (4304751945)
NBU 1022-12J4CS (4304751956)
NBU 1022-12N1BS (4304751959)
NBU 1022-12J4BS (4304751960)
NBU 1022-12N1CS (4304751961)
```

-Jim Davis

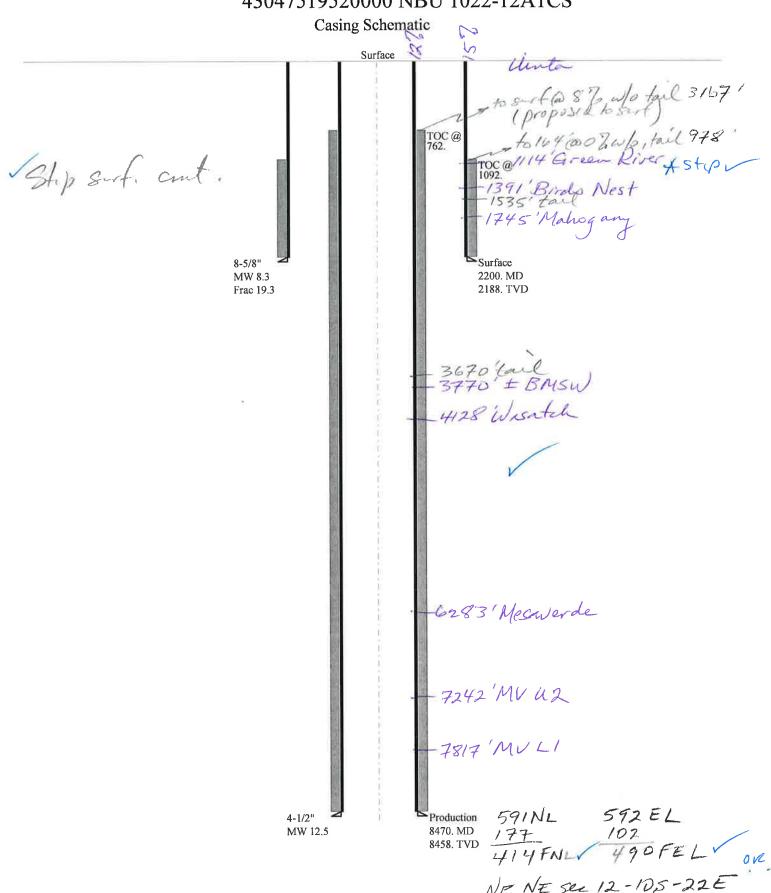
Jim Davis Utah Trust Lands Administration jimdavis1@utah.gov Phone: (801) 538-5156

BOPE REVIEW KERR-MCGEE OIL & GAS ONSHORE, L.P. NBU 1022-12A1CS 43047519520000

XX/ H XY							_	-	I
Well Name		KERR-MCGE	E O	IL & GAS C	NS	HORE, L.P. NI	BU	1022-12A1C	
String		Surf		Prod	Ш				
Casing Size(")		8.625	4	1.500					
Setting Depth (TVD)		2188	8	3458					
Previous Shoe Setting Dept	th (TVD)	40	2	2188					
Max Mud Weight (ppg)		8.3	1	2.5	Ī				
BOPE Proposed (psi)		500	5	5000	Ī		Ī		
Casing Internal Yield (psi)		3390	7	780	Ī	i	Ī		
Operators Max Anticipate	d Pressure (psi)	5413	1	2.3	Ī		Ī		
Calculations	Sur	f String				8.62	25	"	
Max BHP (psi)		.052*Setti	ing	Depth*M	W=	944			
								BOPE Ade	equate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max	x BHP-(0.12*	*Set	tting Dept	h)=	681		NO	air drill
MASP (Gas/Mud) (psi)	Max	x BHP-(0.22*	*Set	tting Dept	h)=	463	Ī	YES	OK
								*Can Full	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting D	epth - Previou	us S	Shoe Dept	h)=	471		NO	Reasonable for area
Required Casing/BOPE To	ing/BOPE Test Pressure=			2188	Ī	psi			
*Max Pressure Allowed @ Previous Casing Shoe=			40		psi *Assumes 1psi/ft frac gradient				
Calculations	Proc	l String				4.50	00	"	
Max BHP (psi)		.052*Setti	ing	Depth*M	W=	5498	ī		
						1	=	BOPE Ade	equate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max	k BHP-(0.12*	*Set	tting Dept	h)=	4483	ī	YES	
MASP (Gas/Mud) (psi)	Max	x BHP-(0.22*	*Set	tting Dept	h)=	3637	Ŧ	YES	OK
						ļ <u></u>	=	*Can Full	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting D	epth - Previo	us S	Shoe Dept	h)=	4119	ī	NO	Reasonable
Required Casing/BOPE Te	est Pressure=					5000	Ŧ	psi	
*Max Pressure Allowed @	Previous Casing Shoe=					2188		psi *Ass	umes 1psi/ft frac gradient
Calandatiana		. •					_	"	
Calculations	S	tring		D 41*M	**7	-	=		
Max BHP (psi)		.052*Setti	ing	Deptn*M	w-		4	DODE A L	
MASD (Cos) (nsi)	Max	x BHP-(0.12*	*Sat	tting Dont	h)-	-	=		equate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)					_	-	닠	NO	
MASP (Gas/Mud) (psi)	Max	x BHP-(0.22*	set	uing Dept	.n)=	<u> </u>	4	NO E-U	Formated Browning B. H. H. & C. C. C.
Duogguno A4 D CI	Mov. DIID. 22*/G **. ** D	anth D- '	(Phos D	-le \	-	=		Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe		cpui - Převioi	us S	onoe Dept	.11)=	1	님	NO	
Required Casing/BOPE Te						<u> </u>	╝	psi	
*Max Pressure Allowed @	Previous Casing Shoe=						Ĩ	psi *Ass	umes 1psi/ft frac gradient
Calculations	S	tring						"	
Max BHP (psi)		.052*Setti	ing	Depth*M	W=		ĺ		
					_	<u> </u>		BOPE Ade	equate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max	x BHP-(0.12*	*Set	tting Dept	h)=			NO	
MASP (Gas/Mud) (psi)	Max	x BHP-(0.22*	*Set	tting Dept	h)=			NO	
								*Can Full	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting D	epth - Previou	us S	Shoe Dept	h)=			NO	
Required Casing/BOPE To	est Pressure=							psi	
							_		

*Max Pressure Allowed @ Previous Casing Shoe= psi *Assumes 1psi/ft frac gradient

43047519520000 NBU 1022-12A1CS



Well name:

43047519520000 NBU 1022-12A1CS

Operator:

KERR-MCGEE OIL & GAS ONSHORE, L.P.

String type:

Surface

Project ID:

43-047-51952

Location:

UINTAH

COUNTY

Minimum design factors: **Environment:**

Collapse

Mud weight:

Design parameters:

Collapse: Design factor 8.330 ppg

1.125

H2S considered? Surface temperature: No 74 °F

Design is based on evacuated pipe.

Bottom hole temperature: Temperature gradient:

105 °F 1.40 °F/100ft

Minimum section length:

100 ft

Burst:

Design factor

1.00

Cement top:

1.092 ft

Burst

Max anticipated surface

pressure: Internal gradient: Calculated BHP

1,936 psi 0.120 psi/ft

2,199 psi

No backup mud specified.

8 Round LTC: Buttress:

Premium: Body yield:

Neutral point:

8 Round STC:

Tension:

1.60 (J) 1.50 (J) 1.50 (B)

1.80 (J)

1.70 (J)

Tension is based on air weight. 1,930 ft Directional Info - Build & Drop

Kick-off point 300 ft

Departure at shoe: 201 ft Maximum dogleg:

2 °/100ft 2.58°

Inclination at shoe:

Re subsequent strings:

Next setting depth: 8,470 ft Next mud weight: 12.500 ppg 5,500 psi

Next setting BHP: Fracture mud wt: Fracture depth: Injection pressure:

19.250 ppg 2,200 ft 2,200 psi

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Est. Cost (\$)	
1	2200	8.625	28.00	I-55	LT&C	2188	2200	7.892	87116	
Run Seq	Collapse Load (psi) 947	Collapse Strength (psi) 1848	Collapse Design Factor 1.951	Burst Load (psi) 2199	Burst Strength (psi) 3390	Burst Design Factor 1.54	Tension Load (kips) 61.3	Tension Strength (kips) 348	Tension Design Factor 5.68 J	

Prepared

by:

Helen Sadik-Macdonald

Div of Oil, Gas & Mining

Phone: 801 538-5357 FAX: 801-359-3940

Date: November 4,2011 Salt Lake City, Utah

Collapse is based on a vertical depth of 2188 ft, a mud weight of 8.33 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Collapse strength is (biaxially) derated for doglegs in directional wells by multiplying the tensile stress by the cross section area to calculate a

Well name:

43047519520000 NBU 1022-12A1CS

Operator:

KERR-MCGEE OIL & GAS ONSHORE, L.P.

String type:

Production

Project ID: 43-047-51952

Location:

UINTAH

COUNTY

Environment:

Collapse

Mud weight:

Design parameters:

12.500 ppg Design is based on evacuated pipe.

Collapse:

Design factor 1.125

Minimum design factors:

H2S considered?

No 74 °F Surface temperature: Bottom hole temperature:

192 °F 1.40 °F/100ft

Minimum section length:

Temperature gradient:

100 ft

Burst:

Design factor

1.00

Cement top:

762 ft

Burst

Max anticipated surface

pressure: Internal gradient: Calculated BHP

3,632 psi 0.220 psi/ft

5,493 psi

No backup mud specified.

Tension: 8 Round STC:

8 Round LTC: Buttress:

Premium: Body yield: 1.80 (J) 1.60 (J) 1.50 (J)

1.80 (J)

1.60 (B)

Directional Info - Build & Drop

Kick-off point Departure at shoe: Maximum dogleg:

300 ft 204 ft 2 °/100ft

Inclination at shoe:

0 °

Tension is based on air weight.

Neutral point:

6,890 ft

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Est. Cost (\$)
1	8470	`4.5	11.60	I-80	LT&C	8458	8470	3.875	111804
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (kips)	Tension Strength (kips)	Tension Design Factor
1	5493	6360	1.158	5493	7780	1.42	98.1	212	2.16 J

Prepared by: Helen Sadik-Macdonald

Div of Oil, Gas & Mining

Phone: 801 538-5357 FAX: 801-359-3940

Date: November 4,2011 Salt Lake City, Utah

Collapse is based on a vertical depth of 8458 ft, a mud weight of 12.5 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of blaxial correction for tension.

Burst strength is not adjusted for tension.

Collapse strength is (biaxially) derated for doglegs in directional wells by multiplying the tensile stress by the cross section area to calculate a

ON-SITE PREDRILL EVALUATION

Utah Division of Oil, Gas and Mining

Operator KERR-MCGEE OIL & GAS ONSHORE, L.P.

Well Name NBU 1022-12A1CS

API Number 43047519520000 APD No 4558 Field/Unit NATURAL BUTTES

Location: 1/4,1/4 NENE **Sec** 12 **Tw** 10.0S **Rng** 22.0E 591 FNL 592 FEL

GPS Coord (UTM) 638327 4425370 Surface Owner

Participants

Andy Lytle, Sheila Wopsock, Charles Chase, Grizz Oleen, Jaime Scharnowski, Doyle Holmes, (Kerr McGee). John Slaugh, Mitch Batty, (Timberline). Jim Davis (SITLA). Ben Williams (DWR). David Hackford, (DOGM).

Regional/Local Setting & Topography

The general area is in the southeast portion of the Natural Buttes Unit. Within this area is the White River and rugged drainages that drain into it. Topography is varied and frequently dissected by short draws or washes, which become overly steep as they approach the White River breaks or rim. Distance to the White River is 4200'. The side drainages are dry except for ephemeral flows. No seeps or springs exist in the area. An occasional pond has been constructed to supply water for livestock and antelope. Vernal, Utah is approximately 47.3 miles to the northwest. Access from Vernal is by following Utah State, Uintah County and oilfield development roads. Three wells, in addition to this one will be directionally drilled from this pad. (For a total of four new wells). There is one existing well on this pad, and it has been PA'd. It is the NBU 634-12E. This proposed location takes in an existing location, and very little new construction will be necessary except for digging the reserve pit. The existing access road will be re-routed for 650 feet. The location runs in an east-west direction in a relatively flat area approximately 1500' east of the beginning of the rugged breaks that lead to the White River. Kerr McGee's South Compressor complex is 600' to the west. New construction will consist of approximately 50 feet on all sides of the existing pad, and an additional 50 feet on the south side for reserve pit and excess cut stockpile. No drainage concerns exist, and no diversions will be needed. The pad as modified should be stable and should be a suitable location for five wells, and is on the best site available in the immediate area.

Surface Use Plan

Current Surface Use

Grazing Wildlfe Habitat Existing Well Pad

New Road Miles Well Pad Src Const Material Surface Formation

0.125 Width 352 Length 425 Onsite UNTA

Ancillary Facilities N

Waste Management Plan Adequate?

Environmental Parameters

Affected Floodplains and/or Wetlands N

Flora / Fauna

11/22/2011 Page 1

Prickly pear, wild onion, shadscale, mat saltbrush, Indian ricegrass, halogeton, pepper grass, annuals and curly Vegetation is a salt desert shrub type. Principal species present are cheatgrass, black sagebrush, stipa, mesquite grass.

Sheep, antelope, coyote, raptors, small mammals and birds.

Soil Type and Characteristics

Rocky sandy clay loam.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues N

Drainage Diverson Required? N

Berm Required? N

Erosion Sedimentation Control Required? N

Paleo Survey Run? Y Paleo Potental Observed? N Cultural Survey Run? Y Cultural Resources? N

Reserve Pit

Site-Specific Factors	Site Ranking					
Distance to Groundwater (feet)	100 to 200	5				
Distance to Surface Water (feet)	>1000	0				
Dist. Nearest Municipal Well (ft)	>5280	0				
Distance to Other Wells (feet)		20				
Native Soil Type	Mod permeability	10				
Fluid Type	Fresh Water	5				
Drill Cuttings	Normal Rock	0				
Annual Precipitation (inches)		0				
Affected Populations						
Presence Nearby Utility Conduits	Not Present	0				
	Final Score	40	1 Sensitivity Level			

Characteristics / Requirements

The reserve pit is planned in an area of cut on the south side of the location. Dimensions are 120' x 260' x 12' deep with two feet of freeboard. Kerr McGee agreed to line this pit with a 16 mil synthetic liner and a layer of felt sub-liner.

Closed Loop Mud Required? N Liner Required? Y Liner Thickness 16 Pit Underlayment Required? Y

Other Observations / Comments

Evaluator	Date / Time
David Hackford	10/12/2011

11/22/2011 Page 2

Application for Permit to Drill Statement of Basis

11/22/2011 Utah Division of Oil, Gas and Mining

Page 1

APD No	API WellNo	Status	Well Type	Surf Owner	CBM
4558	43047519520000	SITLA	GW	S	No
Operator	KERR-MCGEE OIL & GAS ON	SHORE, L.P.	Surface Owner-APD		
Well Name	NBU 1022-12A1CS		Unit	NATURAL B	UTTES
Field	NATURAL BUTTES		Type of Work	DRILL	
Location	NENE 12 10S 22E S 59	1 FNL 592 FE	L GPS Coord (UTM)	638258E 442:	5582N

Geologic Statement of Basis

Kerr McGee proposes to set 2,200' of surface casing at this location. The depth to the base of the moderately saline water at this location is estimated to be at a depth of 3,770'. A search of Division of Water Rights records shows no water wells within a 10,000 foot radius of the center of Section 12. The surface formation at this site is the Uinta Formation. The Uinta Formation is made up of interbedded shales and sandstones. The sandstones are mostly lenticular and discontinuous and should not be a significant source of useable ground water. Production casing cement should be brought up above the base of the moderately saline ground water to isolate it from fresher waters uphole.

Brad Hill 10/19/2011
APD Evaluator Date / Time

Surface Statement of Basis

The general area is in the southeast portion of the Natural Buttes Unit. Within this area is the White River and rugged drainages that drain into it. Topography is varied and frequently dissected by short draws or washes, which become overly steep as they approach the White River breaks or rim. Distance to the White River is 4200 feet. The side drainages are dry except for ephemeral flows. No seeps or springs exist in the area. An occasional pond has been constructed to supply water for livestock and antelope. Vernal, Utah is approximately 47 miles to the northwest. Access from Vernal is by following Utah State, Uintah County and oilfield development roads. The existing access road will be re-routed for the final 650 feet.

Four wells will be directionally drilled from this location. They are the NBU 1022-12A1CS, NBU 1022-12A1BS, NBU 1022-12A4BS and the NBU 1022-12A4CS. The existing location has one well. This well is the NBU 634-12E, and It has been PA'd. Kerr McGee's South Compressor complex is 600 feet to the west. No drainage concerns exist, and no diversions will be needed. The pad as modified should be stable and sufficient for five wells, and is the best site for a location in the immediate area.

New construction will consist of approx. 50 feet on all sides of the existing pad, and an additional 50 feet on the south side for reserve pit and excess cut stockpile.

Both the surface and minerals are owned by SITLA. Jim Davis of SITLA and Ben Williams with DWR were invited by email to the pre-site evaluation. Both were present. Kerr McGee personnel were told to consult with SITLA for reclamation standards including seeding mixes to be used.

David Hackford 10/12/2011
Onsite Evaluator Date / Time

Conditions of Approval / Application for Permit to Drill

Category Condition

Pits A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be properly installed and maintained in the

reserve pit.

Pits The reserve pit should be located on the south side of the location.

RECEIVED: November 22, 2011

11/22/2011

Application for Permit to Drill Statement of Basis

Utah Division of Oil, Gas and Mining

Page 2

WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 9/9/2011 API NO. ASSIGNED: 43047519520000

WELL NAME: NBU 1022-12A1CS

OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P. (N2995) **PHONE NUMBER:** 720 929-6086

CONTACT: Gina Becker

PROPOSED LOCATION: NENE 12 100S 220E **Permit Tech Review:**

> **SURFACE:** 0591 FNL 0592 FEL **Engineering Review:**

> **BOTTOM:** 0414 FNL 0490 FEL Geology Review:

COUNTY: UINTAH

LATITUDE: 39.96909 LONGITUDE: -109.38106 UTM SURF EASTINGS: 638258.00 NORTHINGS: 4425582.00

FIELD NAME: NATURAL BUTTES

LEASE TYPE: 3 - State

LEASE NUMBER: UT ST UO 01997-A ST PROPOSED PRODUCING FORMATION(S): WASATCH-MESA VERDE

SURFACE OWNER: 3 - State **COALBED METHANE: NO**

RECEIVED AND/OR REVIEWED: LOCATION AND SITING:

✓ PLAT R649-2-3.

Unit: NATURAL BUTTES Bond: STATE/FEE - 22013542

Potash R649-3-2. General

Oil Shale 190-5

Oil Shale 190-3 R649-3-3. Exception

Drilling Unit Oil Shale 190-13

Board Cause No: Cause 173-14 Water Permit: 43-8496

Effective Date: 12/2/1999 **RDCC Review:**

Siting: Suspends General Siting **Fee Surface Agreement**

✓ Intent to Commingle ✓ R649-3-11. Directional Drill

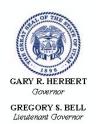
Commingling Approved

Comments: Presite Completed

Stipulations:

3 - Commingling - ddoucet 5 - Statement of Basis - bhill 15 - Directional - dmason 17 - Oil Shale 190-5(b) - dmason 25 - Surface Casing - hmacdonald

API Well No: 43047519520000



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Permit To Drill

Well Name: NBU 1022-12A1CS API Well Number: 43047519520000

Lease Number: UT ST UO 01997-A ST

Surface Owner: STATE **Approval Date:** 11/22/2011

Issued to:

KERR-MCGEE OIL & GAS ONSHORE, L.P., P.O. Box 173779, Denver, CO 80217

Authority:

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of Cause 173-14. The expected producing formation or pool is the WASATCH-MESA VERDE Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

Duration:

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

Commingle:

In accordance with Board Cause No. 173-14, commingling of the production from the Wasatch formation and the Mesaverde formation in this well is allowed.

General:

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

Conditions of Approval:

In accordance with Utah Admin. R.649-3-11, Directional Drilling, the operator shall submit a complete angular deviation and directional survey report to the Division within 30 days following completion of the well.

In accordance with the Order in Cause No. 190-5(b) dated October 28, 1982, the operator shall comply with the requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operators shall ensure that the surface and or production casing is properly cemented over the entire oil shale section as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the division.

Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis (copy attached).

Surface casing shall be cemented to the surface.

API Well No: 43047519520000

Additional Approvals:

The operator is required to obtain approval from the Division of Oil, Gas and mining before performing any of the following actions during the drilling of this well:

- Any changes to the approved drilling plan contact Dustin Doucet
- Significant plug back of the well contact Dustin Doucet
- Plug and abandonment of the well contact Dustin Doucet

Notification Requirements:

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- Within 24 hours following the spudding of the well contact Carol Daniels OR
- submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at http://oilgas.ogm.utah.gov
- 24 hours prior to testing blowout prevention equipment contact Dan Jarvis
- 24 hours prior to cementing or testing casing contact Dan Jarvis
- Within 24 hours of making any emergency changes to the approved drilling program contact Dustin Doucet
- 24 hours prior to commencing operations to plug and abandon the well contact Dan Jarvis

Contact Information:

The following are Division of Oil, Gas and Mining contacts and their telephone numbers (please leave a voicemail message if the person is not available to take the call):

- Carol Daniels 801-538-5284 office
- Dustin Doucet 801-538-5281 office

801-733-0983 - after office hours

• Dan Jarvis 801-538-5338 - office

801-231-8956 - after office hours

Reporting Requirements:

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) due within 5 days of spudding the well
- Monthly Status Report (Form 9) due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) due prior to implementation
- Written Notice of Emergency Changes (Form 9) due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) due prior to implementation
- Report of Water Encountered (Form 7) due within 30 days after completion
- Well Completion Report (Form 8) due within 30 days after completion or plugging

Approved By:

For John Rogers Associate Director, Oil & Gas

SUBMIT AS EMAIL

Print Form

BLM - Vernal Field Office - Notification Form

Oper	ator KERR-McGEE OIL & GA	S Rig Name/# BUC	KET RIG			
	nitted By <u>J. Scharnowske</u>		929.6304			
	Name/Number NBU 1022-12					
	Qtr <u>NENE</u> Section <u>12</u>		lange <u>22E</u>			
	e <mark>Serial Numbe</mark> r <u>UT-ST-UO-0</u>)1997-A ST				
API N	Number <u>4304751952</u>					
	<u>Notice</u>	spudding of the we	ll, not drilling			
	Date/Time <u>03/28/2012</u>	08:00 HRS AM	РМ			
<u>Casir</u> times	ng – Please report time casi s.	ng run starts, not ce	ementing			
\checkmark	Surface Casing		RECEIVED			
	Intermediate Casing		MAR 2 8 2012			
	Production Casing	ps.				
	Liner Other	L	IV. OF OIL, GAS & MINING			
	Date/Time <u>04/05/2012</u>	08:00 HRS AM	РМ			
	Initial BOPE test at surface BOPE test at intermediate of 30 day BOPE test Other	9 1				
	Date/Time	AM [РМ			
Remarks ESTIMATED DATE AND TIME. PLEASE CONTACT KENNY GATHINGS AT						
435.828	8.0986 OR LOVEL YOUNG AT 435.781.705	51				

Sundry Number: 24340 API Well Number: 43047519520000

	STATE OF UTAH		FORM 9		
ı	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MINII		5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01997-		
SUNDR	RY NOTICES AND REPORTS O	N WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	oposals to drill new wells, significantly de reenter plugged wells, or to drill horizont n for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12A1CS		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		9. API NUMBER: 43047519520000		
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18tl	9. FIELD and POOL or WILDCAT: 5MATURAL BUTTES				
4. LOCATION OF WELL FOOTAGES AT SURFACE:		COUNTY: UINTAH			
0591 FNL 0592 FEL QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NENE Section: 1	STATE: UTAH				
11. CHEC	K APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPOR	T, OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
	ACIDIZE	ALTER CASING	CASING REPAIR		
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME		
_	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION		
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK		
✓ SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
Date of Spud: 3/28/2012	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON		
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL		
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION		
	WILDCAT WELL DETERMINATION	OTHER	OTHER:		
MIRU TRIPLE A BU RAN 14" 36.7# SCHE MIX. SPUD WEL	COMPLETED OPERATIONS. Clearly show all CKET RIG. DRILLED 20" CONDEDULE 10 CONDUCTOR PIPE. L LOCATION ON MARCH 28, 2	OUCTOR HOLE TO 40'. CMT W/ 28 SX READY 2012 AT 11:00 HRS.	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY April 04, 2012		
NAME (PLEASE PRINT) Jaime Scharnowske	PHONE NUMBE 720 929-6304	R TITLE Regulartory Analyst			
SIGNATURE N/A		DATE 4/2/2012			

	STATE OF UTAH		FORM 9		
ı	DEPARTMENT OF NATURAL RESOURC DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01997-		
SUNDR	RY NOTICES AND REPORTS (ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	oposals to drill new wells, significantly or reenter plugged wells, or to drill horizon n for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12A1CS		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		9. API NUMBER: 43047519520000		
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18tl	PHONE NUMBER: 3779 720 929-	9. FIELD and POOL or WILDCAT: 65NATURAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE:		COUNTY: UINTAH			
0591 FNL 0592 FEL QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NENE Section: 1	ian: S	STATE: UTAH			
11. CHEC	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
	ACIDIZE	ALTER CASING	CASING REPAIR		
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME		
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION		
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK		
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON		
,	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL		
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION		
4/5/2012	WILDCAT WELL DETERMINATION	OTHER	OTHER:		
MIRU AIR RIG ON SURFACE CASING DETAILS OF CEMEN	COMPLETED OPERATIONS. Clearly show a 4/2/2012. DRILLED SURFACE AND CEMENTED. WELL IS WA NT JOB WILL BE INCLUDED WI REPORT.	E HOLE TO 2320'. RAN ITING ON ROTARY RIG. TH WELL COMPLETION	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY April 13, 2012		
NAME (PLEASE PRINT) Jaime Scharnowske	PHONE NUMB 720 929-6304	ER TITLE Regulartory Analyst			
SIGNATURE N/A		DATE 4/9/2012			

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM

Operator:

KERR McGEE OIL & GAS ONSHORE LP

Operator Account Number: N 2995

Address:

P.O. Box 173779

city DENVER

state CO _{zip} 80217 Phone Number: (720) 929-6156

Well 1

API Number	Well	Name	QQ	QQ Sec Twp		Rng County		
4304751952	NBU 1022-12A1	NBU 1022-12A1CS		NENE 12 10S		22E	UINTAH	
Action Code	Current Entity Number	New Entity Number	S	Spud Date		4	Entity Assignment Effective Date	
В	99999	9999 2900		3/28/2012		Li	124/2012	
Comments: MIRU	BUCKET RIG.		u	JSMI	1D			

SPUD WELL LOCATION ON 03/28/2012 AT 11:00 HRS. BHI

Well 2

API Number	Well	Name	QQ	Sec	Twp	Rng	County
4304751991	NBU 1022-12	A4BS	NENE 12 10S				UINTAH
Action Code	Current Entity Number	- I		Spud Date		1	tity Assignment Effective Date
B	99999	2900	3	3/28/2012		411	2412012

Comments: MIRU BUCKET RIG.

SPUD WELL LOCATION ON 03/28/2012 AT 14:00 HRS. USMUD BHI

Well 3

API Number	Well	Name	QQ	Sec	Twp	Rng	County
4304751986	NBU 1022-	NBU 1022-12A4CS		NENE 12 10S			UINTAH
Action Code	Current Entity Number	New Entity Number	s	Spud Date			ity Assignment Iffective Date
В	99999	2900	3	3/29/2012		41	2412013

Comments: MIRU BUCKET RIG.

SPUD WELL LOCATION ON 03/29/2012 AT 08:00 HRS.

WSMVD BHL: Ner

ACTION CODES:

- A Establish new entity for new well (single well only)
- **B** Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- E Other (Explain in 'comments' section)

RECEIVED

Signature **REGULATORY ANALYST**

DANI PIERNOT

Name (Please Print)

4/2/2012

Title

Date

(5/2000)

APR 03 2012

FORM 9

STATE OF UTAH

SUNDRY Do not use this form for proposals to drill ne	terals. Use APPLICATION FOR PERMI	AND MINING PORTS ON WEL veils below current bottom-hole dep	oth, reenter plugged wells, or to	5. LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-A ST 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: 7. UNIT OF CA AGREEMENT NAME: UTU63047A 8. WELL NAME and NUMBER: Multiple Well Locations 9. API NUMBER:
3. ADDRESS OF OPERATOR: P.O. Box 173779	Denver	CO 80217	PHONE NUMBER: (720) 929-6086	10. FIELD AND POOL, OR WILDCAT Natural Buttes
4 LOCATION OF WELL FOOTAGES AT SURFACE: Various QTR/QTR, SECTION, TOWNSHIP, RANGE	s Locations in T10S-R22			COUNTY: Uintah STATE: UTAH
11. CHECK APPR	ROPRIATE BOXES TO	INDICATE NATURE	OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION		Т	YPE OF ACTION	
NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: 4/23/2012 SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion:	ACIDIZE ALTER CASING CASING REPAIR CHANGE TO PREVIOUS PLANGE TUBING CHANGE WELL NAME CHANGE WELL STATUS COMMINGLE PRODUCING FOR CONVERT WELL TYPE	NS OPERATOR PLUG AND PLUG BAC PRODUCT ORMATIONS RECLAMA	STRUCTION R CHANGE ABANDON	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL TEMPORARILY ABANDON TUBING REPAIR VENT OR FLARE WATER DISPOSAL WATER SHUT-OFF OTHER: Lease Number Correction
		lease number from U	*	ss, etc. Γ to UT ST UO 01197-A ST for
NAME (PLEASE PRINT) Gina T Be	cker Sair	TIT DA	4/23/2012	y Analyst

(This space for State use only)

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<u> </u>	API UWI NO							GOV LEASE NO	LEASE NO
			UT	12	10	22			UTU63047A
			UT	12	10	22			UTU63047A
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		NBU 1022-12B1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
_		NBU 1022-12B1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
		NBU 1022-12B4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
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		NBU 1022-12C1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
10	4304751981	NBU 1022-12C1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
11	4304751984	NBU 1022-12C4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
12	4304751985	NBU 1022-12C4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
13	4304751989	NBU 1022-12D1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
14	4304751987	NBU 1022-12D1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
15	4304751990	NBU 1022-12D4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
16	4304751992	NBU 1022-12D4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
17	4304751988	NBU 1022-12E1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
18	4304751993	NBU 1022-12E1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
19	4304751994	NBU 1022-12E4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
20	4304751996	NBU 1022-12F1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
21	4304751997	NBU 1022-12F1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
22	4304751995	NBU 1022-12F4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
23	4304751967	NBU 1022-12E4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
24	4304751964	NBU 1022-12F4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
25	4304751965	NBU 1022-12K1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
26	4304751966	NBU 1022-12K1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
27	4304751970	NBU 1022-12K4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
28	4304751971	NBU 1022-12K4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
29	4304751974	NBU 1022-12G1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
30	4304751963	NBU 1022-12G1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
31	4304751972	NBU 1022-12G4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
32	4304751977	NBU 1022-12G4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
33	4304751973	NBU 1022-12H1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
-		NBU 1022-12H1CS		12	10	22	UINTAH		UTU63047A
		NBU 1022-12H4BS		12	10	22	UINTAH		UTU63047A
		NBU 1022-12H4CS	UT	12	10	22	UINTAH		UTU63047A
		NBU 1022-1211BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
		NBU 1022-12I1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
		NBU 1022-12I4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
_		NBU 1022-12J1BS	UT	12	10	22	UINTAH		UTU63047A
		NBU 1022-12J1CS	UT	12	10	22	UINTAH		UTU63047A
		NBU 1022-12J4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
		NBU 1022-12J4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
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			SL	SL	SL	SL	COUNTY		FEDERAL
	API UWI NO	WELL NAME	STATE	SECTION	TOWNSHIP	RANGE	NAME	GOV LEASE NO	LEASE NO
50	4304751969	NBU 1022-12P4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
51	4304751947	NBU 1022-12P4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
52	4304751949	NBU 1022-1201BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
53	4304751950	NBU 1022-1201CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
54	4304751953	NBU 1022-1204BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
55	4304751954	NBU 1022-1204CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A

	STATE OF UTAH		FORM 9		
	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-		
SUNDF	RY NOTICES AND REPORTS (ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	oposals to drill new wells, significantly or reenter plugged wells, or to drill horizor n for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12A1CS		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		9. API NUMBER: 43047519520000		
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18t	h Street, Suite 600, Denver, CO, 80217	PHONE NUMBER: 3779 720 929-	9. FIELD and POOL or WILDCAT: 65MATURAL BUTTES		
4. LOCATION OF WELL FOOTAGES AT SURFACE:			COUNTY: UINTAH		
0591 FNL 0592 FEL QTR/QTR, SECTION, TOWNSI Qtr/Qtr: NENE Section: 1	HIP, RANGE, MERIDIAN: 12 Township: 10.0S Range: 22.0E Meridi	an: S	STATE: UTAH		
11. CHEC	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
.,	ACIDIZE	ALTER CASING	CASING REPAIR		
A / O G / O O A O	✓ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME		
4/26/2012	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION		
Date of Work Completion.	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK		
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON		
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL		
DRILLING REPORT Report Date:	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION		
Report Date.	WILDCAT WELL DETERMINATION	OTHER	OTHER:		
THE OPERATOR R LOOP DRILLING O OTHER ASPECTS C	COMPLETED OPERATIONS. Clearly show a REQUESTS APPROVAL FOR A F PTION, AND A PRODUCTION OF OF THE PREVIOUSLY APPROVE E. PLEASE SEE THE ATTACHM	TIT WAIVER, A CLOSED CASING CHANGE. ALL ED DRILLING PLAN WILL	Approved by the Utah Division of Oil, Gas and Mining Date: May 07, 2012 By: Datk Out		
NAME (PLEASE PRINT) Gina Becker	PHONE NUMBI 720 929-6086	ER TITLE Regulatory Analyst II			
SIGNATURE		DATE			
N/A		4/26/2012			

NBU 1022-12A1CS Drilling Program 9 of 35

Kerr-McGee Oil & Gas Onshore. L.P.

NBU 1022-12A1CS

Surface: 591 FNL / 592 FEL NENE BHL: 414 FNL / 490 FEL NENE

Section 12 T10S R22E

Uintah County, Utah Mineral Lease: UT ST UO 01197-A ST

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. & 2. <u>Estimated Tops of Important Geologic Markers</u>: <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations</u>:

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1,114'	
Birds Nest	1,391'	Water
Mahogany	1,745'	Water
Wasatch	4,128'	Gas
Mesaverde	6,283'	Gas
Sego	8,458'	Gas
TVD	8,458'	
TD	8,470'	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program

4. Proposed Casing & Cementing Program:

Please refer to the attached Drilling Program

5. <u>Drilling Fluids Program:</u>

Please refer to the attached Drilling Program

Evaluation Program:

Please refer to the attached Drilling Program

NBU 1022-12A1CS Drilling Program
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7. <u>Abnormal Conditions</u>:

Maximum anticipated bottom hole pressure calculated at 8458' TVD, approximately equals 5,413 psi 0.64 psi/ft = actual bottomhole gradient

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 3,540 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

8. <u>Anticipated Starting Dates:</u>

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please refer to the attached Drilling Program. Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- · Blowout Prevention Equipment (BOPE) requirements;
- Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

Background

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

NBU 1022-12A1CS Drilling Program
11 of 35

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 12 1/4 inch hole for the first 200 feet, then will drill a 11inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

Variance for BOPE Requirements

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

Variance for Mud Material Requirements

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

Variance for Special Drilling Operation (surface equipment placement) Requirements

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and

NBU 1022-12A1CS Drilling Program
12 of 35

on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

Variance for FIT Requirements

KMG also respectfully requests a variance to Onshore Order 2, Section III, Part Bi, for the pressure integrity test (PIT, also known as a formation integrity test (FIT)). This well is not an exploratory well and is being drilled in an area where the formation integrity is well known. Additionally, when an FIT is run with the mud weight as required, the casing shoe frequently breaks down and causes subsequent lost circulation when drilling the entire depth of the well.

Conclusion

The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

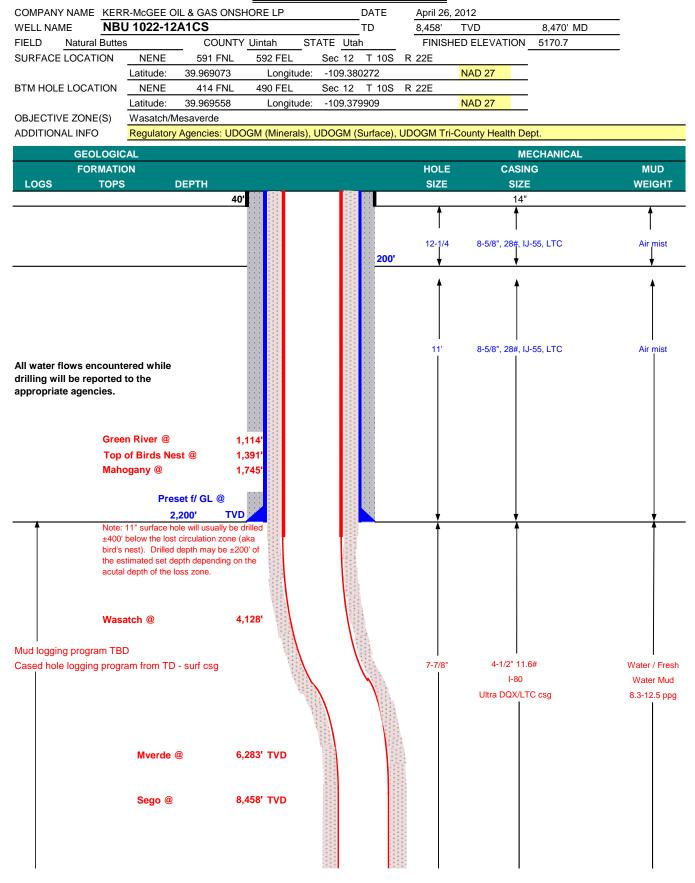
10. Other Information:

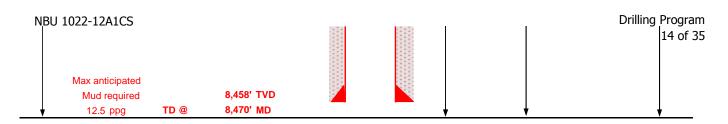
Please refer to the attached Drilling Program.

NBU 1022-12A1CS Drilling Program
13 of 35



KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM





NBU 1022-12A1CS **Drilling Program** 15 of 35



KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM **DESIGN FACTORS** DQX LTC **INTERVAL** CPLG. COLLAPSE TENSION SIZE **BURST** WT. GR. CONDUCTOR 14" 0-40' 3,390 1,880 348,000 N/A 8-5/8" 28.00 J-55 **SURFACE** 2,200 LTC 1.83 0 2.46 6.45 N/A 7,780 6,350 223,000 267,035 **PRODUCTION** 4-1/2" 5,000 I-80 DQX 11.60 1.11 1.16 3.36 223,000 7,780 6,350 267,035 I-80 4-1/2" 5,000 8,470' 11.60 **LTC** 1.11 1.16 6.85

Surface Casing:

(Burst Assumptions: TD =

12.5 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

Production casing:

(Burst Assumptions: Pressure test with 8.4ppg @

7000 psi)

0.64 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGH	НT	YIELD
SURFACE LEAD	500'	Premium cmt + 2% CaCl	180	60%	15.80		1.15
Option 1		+ 0.25 pps flocele					
TOP OUT CMT (6 jobs)	1,200'	20 gals sodium silicate + Premium cmt	270	0%	15.80		1.15
		+ 2% CaCl + 0.25 pps flocele					
SURFACE		NOTE: If well will circulate water t	o surface,	option 2 wi	II be utilized		
Option 2 LEAD	1,700'	65/35 Poz + 6% Gel + 10 pps gilsonite	160	35%	11.00		3.82
		+ 0.25 pps Flocele + 3% salt BWOW					
TAIL	500'	Premium cmt + 2% CaCl	150	35%	15.80		1.15
		+ 0.25 pps flocele					
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.80		1.15
PRODUCTION LEAD	3,620'	Premium Lite II +0.25 pps	290	35%	12.00		3.38
		celloflake + 5 pps gilsonite + 10% gel					
		+ 0.5% extender					
TAIL	4,850'	50/50 Poz/G + 10% salt + 2% gel	1,150	35%	14.30		1.31
		+ 0.1% R-3					

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE

Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe

PRODUCTION

Float shoe, 1 jt, float collar. 15 centralizers for a Mesaverde and 20 for a Blackhawk well. 1 centralizer on the first 3 joints and one every third joint thereafter.

ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Surveys will be taken at 1,000' minimum intervals.

Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

_		,		,	•		
DRILLING	ENGINEER:					DATE:	
			Nick Spence / Danny S	howers / Chad Loes	el		
DRILLING	SUPERINTENDE	NT:				DATE:	

RECEIVED: Apr. 26, 2012

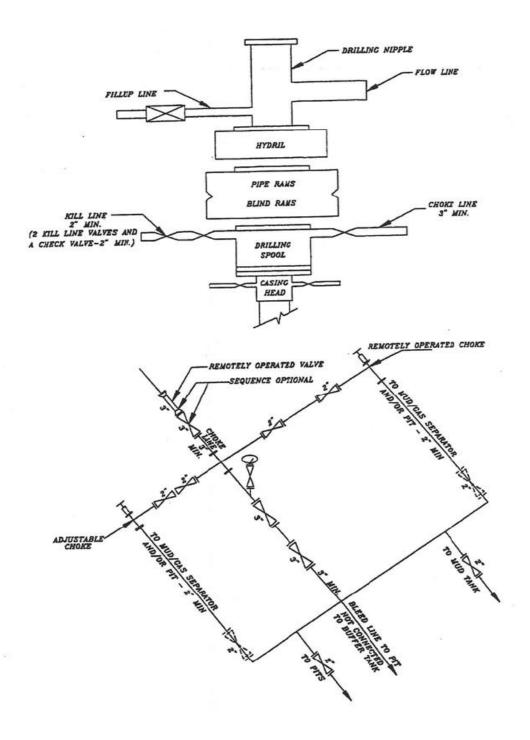
^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

NBU 1022-12A1CS

Drilling Program 16 of 35 Kenny Gathings / Lovel Young

RECEIVED: Apr. 26, 2012

EXHIBIT A
NBU 1022-12A1CS



SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK

Sundry Number: 25111 API Well Number: 43047519520000

Requested Drilling Options:

Kerr-McGee will use either a closed loop drilling system that will require one pit and one cuttings storage area to be constructed on the drilling pad or a traditional drilling operation with one pit used for drilling and completion operations. The cuttings storage area will be used to contain only the de-watered drill cuttings and will be lined and bermed to prevent any liquid runoff. The drill cuttings will be buried in the completion pit once completion operations are completed according to traditional pit closure standards. The pit will be constructed to allow for completion operations. The completion operations pit will be lined with a synthetic material 20 mil or thicker and will be used for the completing of the wells on the pad or used as part of our Aandarko Completions Transportation System (ACTS). Using the closed loop drilling system will allow Kerr-McGee to decrease the amount of disturbance/footprint on location compared to a single large drilling/completions pit.

If Kerr-McGee does not use a closed loop drilling system, it will construct a traditional drilling/completions pit to contain drill cuttings and for use in completion operations. The pit will be lined with a synthetic material 20 mil or thicker. The drill cuttings will be buried in the pit using traditional pit closure standards.

State of Utah - Notification Form

Operator <u>Anadarko Petroleum</u> Rig Name/# <u>PIONEER 54</u>
Submitted By <u>STUART NEILSON</u> Phone Number <u>435-790-2921</u>
Well Name/Number NBU 1022-12A1CS
Qtr/Qtr NE NE Section 12 Township 10S Range 22E
Lease Serial Number <u>UT ST UO 01997-A ST</u>
API Number 4304751952

<u>Casing</u> – Time casing run starts, not cementing tim	es.
Production Casing Other	
Date/Time AM _ PM _	
BOPE Initial BOPE test at surface casing point Other Date/Time 5/3/12 2 AM PM	
Rig Move Location To:	
Date/Time AM PM Remarks	RECEIVED MAY 02 2012
	DIV. OF OIL, GAS & MINING

State of Utah - Notification Form

Operator <u>Anadarko Petroleum</u> Rig Name/# <u>PIONEER 54</u>
Submitted By <u>STUART NEILSON</u> Phone Number <u>435-790-2921</u>
Well Name/Number <u>NBU 1022-12A1CS</u>
Qtr/Qtr <u>NE NE</u> Section <u>12</u> Township <u>10S</u> Range 22E
Lease Serial Number <u>UT ST UO 01997-A ST</u>
API Number 4304751952

	•
Casing – Time casing run starts, not cementing ti	mes.
Production CasingOther	
Date/Time <u>5/5/12</u> <u>2</u> AM ⊠ PM □	
BOPE Initial BOPE test at surface casing point Other	
Date/Time AM Define PM Define	
Rig Move Location To: SKID TO THE NBU 1022-12A4BS	
Date/Time <u>5/5/12</u> <u>5</u> AM \boxtimes PM \square	
Remarks	RECEIVED MAY 0 8 2012
	DIV OF OIL GAS & MINING

Sundry Number: 25533 API Well Number: 43047519520000

	STATE OF UTAH		FORM 9			
1	DEPARTMENT OF NATURAL RESOURC DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-			
SUNDR	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
Do not use this form for procurrent bottom-hole depth, FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES					
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12A1CS			
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	SHORE, L.P.		9. API NUMBER: 43047519520000			
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18tl	h Street, Suite 600, Denver, CO, 80217	PHONE NUMBER: 3779 720 929-	9. FIELD and POOL or WILDCAT: 5NATURAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0591 FNL 0592 FEL			COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 2 Township: 10.0S Range: 22.0E Merid	ian: S	STATE: UTAH			
11. CHEC	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
	ACIDIZE	ALTER CASING	CASING REPAIR			
NOTICE OF INTENT	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME			
Approximate date work will start:	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE			
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION			
	OPERATOR CHANGE	PLUG AND ARANDON	PLUG BACK			
Date of Spud:						
✓ DRILLING REPORT						
		SI TA STATUS EXTENSION	APD EXTENSION			
	WILDCAT WELL DETERMINATION	OTHER	OTHER:			
MIRU ROTARY R 5/5/2012. RAN 4-1, PRODUCTION CA 12:00 HRS. DETAILS	RIG. FINISHED DRILLING FRO /2" 11.6# I-80 PRODUCTION ASING. RELEASED PIONEER & OF CEMENT JOB WILL BE INC	M 2320' TO 8495' ON CASING. CEMENTED 54 RIG ON 5/7/2012 @ CLUDED WITH THE WELL	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY May 10, 2012			
NAME (PLEASE PRINT) Cara Mahler	PHONE NUMB 720 929-6029	ER TITLE Regulatory Analyst I				
SUBSECUENT REPORT Date of Work Completion: CHANGE WELL STATUS COMMINDLE PRODUCTIONS CONVERT WELL TYPE Date of Work Completion: Deepen FRACTURE TREAT NEW CONSTRUCTION OPERATOR CHANGE PLUG AND ABANDON PLUG BACK SPUD REPORT Date of Spud: PRODUCTION START OR RESUME RECLAMATION OF WELL SITE RECOMPLETE DIFFERENT FORMATION DRILLING REPORT WATER SHUTOFF SITA STATUS EXTENSION APD EXTENSION APD EXTENSION STATUS EXTENSION OTHER TEMPORARY ABANDON WILDCAT WELL DETERMINATION OTHER OTHER 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. MIRU ROTARY RIG. FINISHED DRILLING FROM 2320' TO 8495' ON 5/5/2012. RAN 4-1/2" 11.6# I-80 PRODUCTION CASING. CEMENTED PRODUCTION CASING. RELEASED PIONEER 54 RIG ON 5/7/2012 @ 12:00 HRS. DETAILS OF CEMENT JOB WILL BE INCLUDED WITH THE WELL COMPLETION REPORT. WELL IS WAITING ON FINAL COMPLETION ACCIVITIES. NAME (PLEASE PRINT) PHONE NUMBER TITLE DATE OF THE PLUG BACK NEW CONSTRUCTION PRODUCTION CASING. CEMENT DO NEW CONSTRUCTION CONSTRUCTION CASING. CEMENT DO NEW CONSTRUCTION						
IN/A		∥ 3/1U/ZU1Z				

Sundry Number: 27459 API Well Number: 43047519520000

	STATE OF UTAH		FORM 9
ı		3	5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-
SUNDR	Y NOTICES AND REPORTS ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
current bottom-hole depth, i	reenter plugged wells, or to drill horizontal I		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12A1CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047519520000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th			9. FIELD and POOL or WILDCAT: 5NATUERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0591 FNL 0592 FEL			COUNTY: UINTAH
		S	STATE: UTAH
11. CHECI	K APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPOR	T, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN - F	FRACTURE TREAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPIID REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION S	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drift new wells, significantly deepen existing wells below current bottom-hole deeph, reenter plugged wells, or to drift horizontal laterals. Use APPLICATION PORT PERMIT OF DRILL form for such proposals. 1. TYPE OF WELL 2. NAME OF OPERATOR: 1. TYPE OF WELL 2. NAME OF OPERATOR: 2. ADDRESS OF OPERATOR: 3. ADDRESS OF OPERATOR: 3. ADDRESS OF OPERATOR: 4. LOCATION OF WELL 5. OS 1971 91999 15th Street, Suite 800, Denver, CO, 80217 3779 7. 20 929- 7. 20 929- 7. 20 929- 7. STREED and POOL or WILLDOAT: 9. ADDRESS OF OPERATOR: 4. LOCATION OF WELL 5. OS 1971 91999 15th Street, Suite 800, Denver, CO, 80217 3779 7. 20 929- 7. 20 929- 7. STREED AND POOL OF WILLDOAT: 9. ADDRESS OF OPERATOR: 4. LOCATION OF WELL 5. OS 1971 91999 15th Street, Suite 800, Denver, CO, 80217 3779 7. 20 929- 7. 20 929- 7. STREED AND POOL OF WILLDOAT: 9. ADDRESS OF OPERATOR: 9. APPRIMEMENT OF STREED POOL OF WILLDOAT: 9. ADDRESS OF OPERATOR: 9. APPRIMEMENT OF STREED POOL OF WILLDOAT: 9. ADDRESS OF OPERATOR: 1. TYPE OF SUBMISSION 1. TYPE OF ACTION 1. ADDRESS OF OPERATOR OF THE POOL OF T		WATER DISPOSAL	
	WATER SHUTOFF S	SI TA STATUS EXTENSION	APD EXTENSION
·			
			<u>'</u>
	•	· · · · · · · · · · · · · · · · · · ·	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY
SIGNATURE		DATE	
N/A		7/6/2012	

Sundry Number: 28643 API Well Number: 43047519520000

	STATE OF UTAH		FORM 9
			5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-
SUNDR	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
current bottom-hole depth,	reenter plugged wells, or to drill horizon		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12A1CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		9. API NUMBER: 43047519520000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18tl	h Street, Suite 600, Denver, CO, 80217	PHONE NUMBER: 3779 720 929-6	9. FIELD and POOL or WILDCAT: 5NIATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0591 FNI 0592 FFI			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH		ian: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	✓ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. 1. TYPE OF WELL Gas Well 2. NAME OF OPERATOR: P. D. BOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. BOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. BOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. BOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. BOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. BOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. BOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. BOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. BOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. BOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. BOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. BOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. SOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. SOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. SOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. SOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. SOX 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 3. ADDRESS OF OPERATOR: P. D. SOX 173779 1090 18th Street, Suite 600, Denver, CO		TEMPORARY ABANDON	
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
7/30/2012	WILDCAT WELL DETERMINATION	OTHER	OTHER:
THE SUBJECT WEL	L WAS PLACED ON PRÓDUC WELL HISTORY WILL BE SUBM	TION ON 7/30/2012. THE	Accepted by the Utah Division of
SIGNATURE	2	DATE	

Sundry Number: 28582 API Well Number: 43047519520000

	STATE OF UTAH		FORM 9	
ι		ì	5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-	
SUNDR	Y NOTICES AND REPORTS ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
current bottom-hole depth, i	reenter plugged wells, or to drill horizontal I	en existing wells below aterals. Use APPLICATION	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES	
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: NBU 1022-12A1CS			
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047519520000	
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th			9. FIELD and POOL or WILDCAT: 5NATUERAL BUTTES	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0591 FNL 0592 FEL			COUNTY: UINTAH	
		S	STATE: UTAH	
11. CHECI	K APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPOR	T, OR OTHER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION		
	ACIDIZE A	ALTER CASING	CASING REPAIR	
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME	
CHROCONENT DEPORT	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE	
Date of Work Completion:	DEEPEN	RACTURE TREAT	NEW CONSTRUCTION	
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK	
SPUD REPORT Date of Spud:	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION	
	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON	
/	TUBING REPAIR	ENT OR FLARE	WATER DISPOSAL	
Report Date:	□ WATER SHUTOFF □ S	SI TA STATUS EXTENSION	APD EXTENSION	
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION PROPERTY TO DRILL form for such proposals. 1.17YE OF WELL 3. ADDRESS OF OPERATOR: KERRANCOSE CLA GAS ONSHORE, L.P. 3. ADDRESS OF OPERATOR: KERRANCOSE CLA GAS ONSHORE, L.P. 3. ADDRESS OF OPERATOR: KERRANCOSE CLA GAS ONSHORE, L.P. 3. ADDRESS OF OPERATOR: CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION WORKE OF MEAN SUBMISSION TYPE OF ACTION WORKE OF MEAN SUBMISSION TYPE OF ACTION ACCOUNTY TO		OTHER:		
			Accepted by the	
	120 323-0304			
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STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

AMENDED REPORT	T 🔲 FORM 8

(highlight changes)

		D	IVISI	ON OF	OIL,	GAS /	AND N	MINING	3					SIGNATION UO 01		RIAL NUMBER: ST
WELI	L COMF	PLET	ION	OR R	ECC	MPL	ETIC	N RE	POR	T AND	LOG	6. 1	FINDIAN,	ALLOTTEE	OR TRIB	E NAME
1a. TYPE OF WELL		OIL WE			AS VELL		DRY		OTHE				JNIT or CA	AGREEME	NT NAME	
b. TYPE OF WORK	(: HORIZ, r1	DEI EN	EP- [ı R	E- NTRY	~ 1	DIFF. RESVR.	\neg		_		8. \	VELL NAM	E and NUM 022-12		V
NEW WELL 2. NAME OF OPERA	HORIZ.	EN	لب_ا) E	NTRY L		RESVR.		OTHE	:R			PI NUMBE			,
KERR MC	GEE OIL	& GA	S ON	SHOR	E, L.F	٠.							43047			
3. ADDRESS OF OF P.O.BOX 17		CIT	ry DE	NVER		STATE	со	ZIP 802	17		NUMBER: 0) 929-6000		NATU	POOL, OR RAL BI	UTTE	3
4. LOCATION OF W	•		F00	: 0	40 T	100 0						11.	QTR/QTR MERIDIAN	, SECTION \:	, TOWNSI	HIP, RANGE,
AT SURFACE:								96 FFI	S12	T10S. I	R22E	N	ENE	12	10S 2	22E S
AT TOTAL DEPT													COUNTY	——— Н	13	STATE UTAH
14. DATE SPUDDE	D: 15.	DATE T.	D. REAC		16. DAT	E COMPL	ETED:		BANDONE	/	READY TO PRODU		17. ELE	VATIONS (I	DF, RKB, I	RT, GL):
3/28/2012 18. TOTAL DEPTH:		5/5/20		9. PLUG		0/2012 D.: MD					OMPLETIONS, HOW	/MANY? *	ļ	TH BRIDGE	E MD	
10. TOTAL DEF ITE	TVD 8.48		ľ	0. 1200	D/ 1011 170		8,42 8	٦	20. 11 11	02111 22 01	JIII 22 (10 (10)		PL	UG SET:	TVD	
22. TYPE ELECTRIC			CAL LO	GS RUN (S	Submit co			•		23.				——————————————————————————————————————		
CB/GR/CCL	./Temp - H	HDIL/G	SR.							WAS WEL	L CORED?		=	YES	•	it analysis) it report)
	·										NAL SURVEY?	NO		YES 7	•	it copy)
24. CASING AND LI	INER RECORD	(Report a	li strings	s set in we	ell)		.,						<u> </u>			
HOLE SIZE	SIZE/GRAD		WEIGHT	I	TOP	(MD)	вотто	M (MD)		EMENTER PTH	CEMENT TYPE & NO. OF SACKS		IRRY 1E (BBL)	CEMENT	TOP **	AMOUNT PULLED
20"	14"	STL	36.7	7#	()	4	0			28					
11"	8 5/8" l	J-55	28	#	(2,3	316			578	5		()	
7 7/8"	4 1/2"	I-80	11.6	6#	()	8,4	184			1,465	5		13	00	
														Ĺ	······································	
												<u> </u>		<u> </u>		
25. TUBING RECOF	RD												- 1			
SIZE	DEPTH SE		PACK	ER SET (N	1D)	SIZE		DEPTH	SET (MD)	PACKE	R SET (MD)	SIZE	- -	EPTH SET	(MD)	PACKER SET (MD)
2 3/8"	7,88	86	<u> </u>						r	27 DEDEO	RATION RECORD					
26. PRODUCING IN		TOP (MD)	вотто	M (MD)	TOP	(TVD)	вотто			L (Top/Bot - MD)	SIZE	NO. HOL	.ES	PERFOR	ATION STATUS
(A) Mesaverd		6,5			94		<u> </u>			6,512	8,294	0.36	216	G Oper	Z	Squeezed
(B)						 	-							Oper	, 🔲	Squeezed
(C)											* **			Oper	· 🔲	Squeezed
(D)				 										Oper	· 🔲	Squeezed
28. ACID, FRACTUI	RE, TREATMEN	NT, CEME	NT SQUE	EEZE, ETC).											
DEPTH	INTERVAL								AMC	OUNT AND T	YPE OF MATERIAL					
6,512 - 8,29	4		PUN	/IP 9,7	75 BI	3LS S	LICK I	120 &	218,0	18 LBS	30/50 OTT/	AWA S	AND			
	~~~			AGES			<del></del>									
29. ENCLOSED AT	TACHMENTS:														30. WELL	STATUS:
	RICAL/MECHA			OFMENT	VEDIEIO	4.T.O.L		GEOLOGI CORE AN	C REPOR		DST REPORT	<b>Z</b> DIRE	CTIONAL S			PROD
L SUNDF	RY NOTICE FOR	n PLUGGI	NG AND	CEIVIENT	VERIFIC			JONE AN	1 010		V ( ) ( ) ( )				ECE	IVED

(CONTINUED ON BACK)

SEP 0 5 2012

	PRODUCTION

#### INTERVAL A (As shown in item #26)

DATE FIRST PRODUCED: TEST DATE: 8/1/2012			HOURS TESTED:		OIL – BBL:	GAS – MCF: 2,422	WATER - BBL:	PROD. METHOD: FLWG		
							<u> </u>		<del></del>	
CHOKE SIZE: 20/64	TBG. PRESS. 1,722	CSG. PRESS. 2,399	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL BBL:	GAS – MCF: 2,422	WATER - BBL: <b>740</b>	INTERVAL STATUS: PROD
		······································		INTI	ERVAL B (As sho	wn in item #26)				
DATE FIRST PR	ODUCED:	TEST DATE:		HOURS TESTED	):	TEST PRODUCTION RATES: →	OIL BBL:	GAS - MCF:	WATER – BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL - BBL:	GAS MCF:	WATER BBL:	INTERVAL STATUS:
	· · · · · · · · · · · · · · · · · · ·			INT	ERVAL C (As sho	wn in item #26)			· · · · · · · · · · · · · · · · · · ·	-
DATE FIRST PR	ODUCED:	TEST DATE:	······································	HOURS TESTED	);	TEST PRODUCTION RATES: →	OIL BBL:	GAS - MCF:	WATER – BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL - BBL:	GAS - MCF:	WATER – BBL:	INTERVAL STATUS:
	·			INTI	ERVAL D (As sho	wn in item #26)		-	<del>-</del>	<del></del>
DATE FIRST PR	ODUCED:	TEST DATE:		HOURS TESTED	):	TEST PRODUCTION RATES: →	OIL - BBL:	GAS MCF:	WATER – BBL:	PROD. METHOD;
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL BBL:	GAS MCF:	WATER – BBL:	INTERVAL STATUS:
32. DISPOSITIO SOLD	N OF GAS (Sold,	Used for Fuel, Ve	nted, Etc.)							
33. SUMMARY	OF POROUS ZON	ES (include Aquil	ers):			34	. FORMATION (L	og) MARKERS:		
			reof: Cored interva -in pressures and r		tests, including de	epth interval				

BIRD'S NEST 1,3	Top
MAHOGANY 1,7	easured Depth
	1,114 1,385 1,739 4,141 6,271

#### 35. ADDITIONAL REMARKS (Include plugging procedure)

The first 210' of the surface hole was drilled with a 12 %" bit. The remainder of the surface hole was drilled with an 11" bit. DQX casing was run from surface to 4,970'; LTC casing was run from 4,970' to 8,484'. Attached are the chronological well history, perforation report, and final survey.

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records.	

NAME (PLEASE PRINT)

Cara Mahler

SIGNATURE

TITLE REGULATORY ANALYST

8 30 2012

This report must be submitted within 30 days of

- completing or plugging a new well
- · drilling horizontal laterals from an existing well bore
- recompleting to a different producing formation
- · reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth
- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests

**ITEM 24: Cement Top – Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

Send to: Utah Division of Oil, Gas and Mining

1594 West North Temple, Suite 1210

Box 145801

Salt Lake City, Utah 84114-5801

Phone: 801-538-5340

Fax: 801-359-3940

^{*} ITEM 20: Show the number of completions if production is measured separately from two or more formations.

							KIES RI Summa	EGION Iry Report	
Well: NBU 1022	120100	(PED)			<u> </u>	<del></del>	<del></del>	Spud Date: 4/4	/2012
	Project: UTAH-UINTAH Site: NBU						_		Rig Name No: PROPETRO 12/12, PIONEER 54/54
Event: DRILLIN					e: 3/26/2		1		End Date: 5/7/2012
Active Datum: F		90 00usft (a	bove Mean S				0/S/22/E/1	2/0/0/26/PM/N/59	91/E/0/592/0/0
Level)	(100 @0,1	00.00451(	(DOTO INCUITO						
Date	1	Time art-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
4/2/2012	19:00	- 0:00	5.00	RDMO	01	Α	Р		RIG DOWN, SEND BHA AND PIPE IN FOR INSPECTION, MOVE 20% OF RIG TO NEW PAD LOCATION.
4/3/2012		- 18:00	18.00	MIRU	01	В	Р		FINISH MOBILIZATION TO 12 A PAD, JD SERVICES- (2 HEAVY HAUL, 2 DRIVERS), MOUNTAIN WEST- (2 TRUCKS, 2 DRIVERS, 3 TECHS AND SUPPORT), .5 MILE MOVE. ALL RIG PACKAGES ON LOCATION AT 1200 hrs. INSPECTED BHA RETURNED TO LOCATION AT 1630 hrs., PIPE INSPECTION RESULTS WERE PROBLEMATIC- (PRO PETRO DELIVERED 90 JOINTS OF NEW PREMIUM) PIPE ON LOCATION AT 1930 hrs. 2 PRO PETRO HAUL TRUCKS SERVICED AND REPAIRED IN VERNAL.
	18:00	- 20:00	2.00	PRPSPD	01	В	S		WELD PATCH ON SUCTION TANK BOTTOM, WELD ON FLOWLINE
	20:00	- 0:00	4.00	PRPSPD	01	В	P		PICK UP INSPECTED BHA, ORDER AND STRAP, FINISH RIGGING UP CONTROL LINES AND FLOWLINE, RIG SAFETY INSPECTION, PREPARE TO SPUD.
4/4/2012	0:00	- 0:30	0.50	MIRU	01	В	Р		INSPECT RIG. PERFORM SAFETY INSPECTION. HELD PRE JOB SAFETY MEETING. PICK UP 8" 1.83 BEND .17 RPG MUD MOTOR (5 TH RUN) (SN 775-77195). M/J QD507 12.25" BIT (29 th RUN) (SN7137066). TRIP IN CONDUCTOR TO SPUD.
	0:30	- 1:00	0.50	PRPSPD	07	Α	Р		RIG SERVICE / PRE SPUD JOB SAFETY MEETING / FINISH RIGGING UP
	1:00	- 2:00	1.00	DRLSUR	02	D	P		SPUD 04/04/2012 0100 hrs.  DRILL 12.25" HOLE 44 ft TO 90 ft (50 FT, 111 FPH).  WOB 5-15 Kips. GPM 491. PSI ON/OFF 600/400.  SURFACE RPM 55, MOTOR 83, TOTAL RPM 138.  UP/DOWN/ ROT 20/20/20 K. DRAG 0 Kips.  CIRCULATE CLOSED LOOP SYSTEM W/8.5 ppg  WATER.
	2.∪∪	- 7:30	5.50	מוט ואַת	na	Α	z		DRILL DOWN TO 210 ft W/6 in COLLARS. REPAIR HYDRAULICS
	2:00 7:30	- 7:30 - 8:30	5.50 1.00	DRLSUR DRLSUR	08 02	D	P		DRILL 12.25" HOLE 90 ft TO 210 ft (120 FT, 111 FPH).  WOB 5-15 Kips. GPM 491. PSI ON/OFF 600/400.  SURFACE RPM 55, MOTOR 83, TOTAL RPM 138.  UP/DOWN/ ROT 20/20/20 K. DRAG 0 Kips.
	8:30	- 8:45	0.25	DRLSUR	05	С	P		CIRC 15 min. AND TRIP OUT TO CHANGE ASSEMBLY.
	8:45	- 11:30	2.75	DRLSUR	06	Α	Р		PRE JOB SAFETY MEETING, LAY DOWN 6 in DRILL COLLARS, 12 1/4 in BIT. MAKE UP Q506F 11in BIT (9 th RUN) (SN 7030058) PICK UP 8 in DIRECTIONAL ASSEMBLY. INSTALL EM TOOL. TRIP IN HOLE.

# Operation Summary Report

en. NOO 1022	2-12A1CS (RED)						Spud Date: 4/4	
roject: UTAH-l	JINTAH		Site: NBL	1022-12	A PAD			Rig Name No: PROPETRO 12/12, PIONEER 54/54
vent: DRILLIN	G		Start Date	e: 3/26/20	12			End Date: 5/7/2012
ctive Datum: F	RKB @5,190.00usft	(above Mean S	ea	UWI: NE	E/NE/0/10	)/S/22/E/1	2/0/0/26/PM/N/5	91/E/0/592/0/0
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
	11:30 - 0:00	12.50	DRLSUR	02	D	Р		DRILL 11in. SURFACE HOLE 210 ft. TO 1570 ft., (1360 ft., 113 FPH). LOST RETURNS AT 1550 ft. MD. WOB 15-25 Kips. GPM 491. PSI ON/OFF 1260/1043. SURFACE RPM 55, MOTOR 83, TOTAL RPM 138. UP/DOWN/ ROT 76/60/69 K. DRAG 7 Kips. CIRCULATE CLOSED LOOP PITS WITH 8.7 ppg WATER. NO HOLE ISSUES.
4/5/2012	0:00 - 8:30	8.50	DRLSUR	02	Đ	Р		DRILL 11in. SURFACE HOLE 1570 ft. TO TD AT 2320 ft., (750 ft., 89 FPH). WOB 15-25 Kips. GPM 491. PSI ON/OFF 1550/1348. SURFACE RPM 55, MOTOR 83, TOTAL RPM 138. UP/DOWN/ ROT 80/60/70 K. DRAG 10 Kips. CIRCULATE CLOSED LOOP PITS WITH 8.7 ppg WATER. NO HOLE ISSUES.
	8:30 - 11:00	2.50	CSGSUR	05	С	Р		CIRCULATE WITHOUT AIR TO DRAIN RESERVE TANKS, AND CONDITION WELLBORE FOR CASING RUN
	11:00 - 14:00		CSGSUR	06	D	P		TRIP OUT OF HOLE, LAY DOWN BOTTOM HOLE ASSEMBLY, DIRECTIONAL TOOLS, MOTOR AND BIT. LAY DOWN DIRECTIONAL TOOLS. CLEAR TOOL AREA.
	14:30 - 14:30 14:30 - 15:30		CSGSUR CSGSUR	07 06	A A	P P		RIG SERVICE PRE JOB SAFETY MEETING, FINISH TRIP OUT OF HOLE, MOVE FLUIDS INTO FRAC TANKS TO INSPECT PITS. MOVE PIPE RACKS AND CATWALK. PULL DIVERTER HEAD. RIG UP TO RUN SURFACE CASING. CLEAR UNRELATED TOOLS.
	15:30 - 18:00	2.50	CSGSUR	12	С	Р		RUN 52 JOINTS OF 8-5/8 in. 28# J-55 LTC CASING. LAND FLOAT SHOE @ 2297 ft. KB. LAND BAFFLE PLATE @ 22251 ft. KB. RAN 5 TOTAL CENTRALIZERS. LAND CASING WHILE RIGGING UP CEMENTERS. RAN 200 ft OF 1 lin. PIPE DOWN BACK-SIDE OF CASING.
	18:00 - 19:00	1.00	CSGSUR	12	E	Р		PRE JOB SAFETY MEETING, PRESSURE TEST LINES TO 2000 PSI. PUMP 140 BBLS OF WATER AHEAD. MIX AND PUMP 20 BBLS OF 8.5# GEL WATER AHEAD. MIX AND PUMP (300 sx) 61.4 BBLS OF 15.8.8# 1.15 YIELD. DROP PLUG ON FLY. DISPLACE W/ 140.49 BBLS OF H2O. NO RETURNS THROUGH OUT JOB. FINAL LIFT OF 250 PSI AT 3 BBL/MIN. SHUT DOWN HELD 650 PSI FOR 5 MIN. TESTED FLOAT AND FLOAT HELD.
	19:00 - 20:00		CSGSUR	12	Ε	Р		CEMENT DOWN ONE INCH TREMMIE W/ 150 bx (30.7 bbls.)SAME CEMENT WITHOUT RETURNS TO SURFACE.
	20:00 - 22:30	2.50	CSGSUR	12	E	Р		WAIT 1.5 HOURS ON CEMENT, CEMENT DOWN BACKSIDE W/ 125 sx (46 bbls.) SAME CEMENT WITHOUT RETURNS TO SURFACE. RIG DOWN CEMENTERS. (CEMENT JOB FINISHED AT 2230 hrs. 4/05/2012)
	22:30 - 0:00	1.50	RDMO	01	A	P		CONTINUE RIGGING DOWN, PREPARE TO SKID RELEASE RIG AT 0000 hrs. 4-5-2012
5/2/2012	0:00 - 6:00	6.00	DRLPRC	01	E	P		RIG DOWN ROTATY TOOL, PREPARE TO MOVE TO THE NBU 1022-12A1CS

## **Operation Summary Report**

Well: NBU 1022-	12A1CS (RE	D)						Spud Date: 4/4/2	2012
Project: UTAH-U	INTAH			Site: NBL	1022-12	A PAD			Rig Name No: PROPETRO 12/12, PIONEER 54/54
Event: DRILLING	)			Start Date	e: 3/26/20	12			End Date: 5/7/2012
Active Datum: Rh	KB @5,190.0	0usft (above	e Mean Se	ea	UWI: NE	/NE/0/10	/S/22/E/12	/0/0/26/PM/N/59 ⁻	1/E/0/592/0/0
Date	Time Start-E		uration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
	6:00 - 1	9:00	13.00	DRLPRC	01	Α	Р		MOVE RIG 22 MILES TO THE NBU 1022-12A1CS,WITH WESTROC & J&C CRANE, 7 BED TRUCKS, 12 HAUL TRUCKS, 1 CRANE, 4 OILERS, 2 FORKLIFTS, 4 SWAMPERS, 2 PUSHERS, 6 PILOTS, 5 EXTRA RIG HANDS, TRUCKS & CRANE RELEASED @ 18:00
	19:00 - (	0:00	5.00	DRLPRC	01	В	Р		RIG UP ROTARY TOOL, TOPDRIVE
5/3/2012		3:30	3.50	DRLPRC	14	Α	.P		NIPPLE UP BOPE
	3:30 - 9		5.50	DRLPRC	15	A	P		HELD SAFETY MEETING, RIG UP & TEST BOPE, TEST ALL VALVES & RAMS 250 LOW, 5000 HIGH, ANN 250-2500, SURFACE CASING 1500 FOR 30 MIN'S
		0:00	1.00	DRLPRC	14	В .	P -		INSTALL WEAR BUSHING, PRE-SPUD INSPECTION
	10:00 - 1		2.50	DRLPRC	06	A	Р		PICK UP BHA & SCRIBE, PICK UP DRILL PIPE TO TOP OF CEMENT OF 2150'
	12:30 - 1 13:30 - 1		1.00	DRLPRC	09	A	P P		CUT & SLIP DRILL LINE SERVICE RIG
	14:00 - 1	4:00	0.50 2.00	DRLPRC DRLPRC	07 02	A F	P		
	16:00 - (		8.00	DRLPRC	02	r D	P		DRILL CEMENT, F/E & OPEN HOLE TO 2335', BAFFLE @ 2270, SHOE @ 2316' CLOSED LOOP SYSTEM
5/4/2012	0:00 - 1	7:00	17.00	DRLPRC	02	С	p		DRILL F/ 2335 TO 3760', 1425' @ 178' PH WOB / 20-22  RPM TOP DRIVE 50- 60, MOTOR-135  SPM 200 GPM 586  MW 8.5 VIS 26  TRQ ON/OFF = 5-6 K PSI ON /OFF 2000-1700, DIFF 100-400  PU/SO/RT = 120-100-110  SLIDE = 76' IN 1.18 HRS = 64.4' PH ROT = 1349' IN 6.82 HRS = 197.8' PH NOV- ON LINE 2- DEWATERING 20' N & 15' W OF TARGET CENTER 0 DRILL FLARE, 0 CONN FLARE CLOSED LOOP SYSTEM DRILL F/ 3760' TO 6452', 2692', 158.4' PH WOB / 20-22  RPM TOP DRIVE 50- 60, MOTOR-135  SPM 200 = GPM 586  MW 8.5 VIS 28  PUMPING 10 BBLS 80 VIS SWEEP WITH 5% LCM TO HELP LOSS'S LOST @ 300 BBLS IN 17 HRS TRQ ON/OFF = 5-6 K PSI ON /OFF 2000-1700, DIFF 100-400  PU/SO/RT = 160-125-146 K
	17:00 - 1 17:30 - 1		0.50 0.50	DRLPRC DRLPRC	07 08	A B	P P		SLIDE = 64' IN .97 HRS = 65.9' PH ROT = 2628' IN 16.03 HRS = 163.9' PH NOV- ON LINE 2- DEWATERING 2.5 S & 6.9 W OF TARGET CENTER @ 6452' 0 DRILL FLARE, 0 CONN FLARE HOLE IN GOOD CONDITION SERVICE RIG CHANCE SWAB IN PUMP

8/27/2012 3:33:41PM

						KIES RE Summa	GION ry Report	
Well: NBU 1022-	1241CS (RED)	<u> </u>					Spud Date: 4/4	4/2012
Project: UTAH-U			Site: NBL	J 1022-12	A PAD		•	Rig Name No: PROPETRO 12/12, PIONEER 54/54
···						T		End Date: 5/7/2012
Event: DRILLING			Start Date	<del></del>		NC/20/E/A	2/0/0/26/PM/N/5	
Active Datum: RI Level)	KB @5,190.00usft (a	above Mean S	ea	OVVI. IN	=/NE/0/10	)/3/22/L/1/	2/0/0/20/1 10//14/3	18 (FEIG) 3821 010
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
	18:00 - 0:00	6.00	DRLPRC	02	C	P		CLOSED LOOP SYSTEM  DRILL F/ 6452' TO 7211', 759' @ 126.5' PH  WOB / 20-22  RPM TOP DRIVE 50- 60, MOTOR-135  SPM 200 = GPM 586  MW 8.5 VIS 28  PUMPING 10 BBLS 80 VIS SWEEP WITH 5% LCM TO  HELP LOSS'S  LOST @ 100 BBLS IN 6 HRS  TRQ ON/OFF = 8-10 K  PSI ON /OFF2200-1800 , DIFF 100-400  PU/SO/RT = 175-145-160 K, 15K DRAG  SLIDE = 48' IN .84 HRS = 57.1' PH  ROT = 711' IN 5.16 HRS = 137.8' PH  NOV- ON LINE 2- DEWATERING  18.75 N & 8.4 W OF TARGET CENTER @ 7211'  0 DRILL FLARE, 5 CONN FLARE  HOLE IN GOOD CONDITION  TOTCO DOWN DRILLING BY HAND
5/5/2012	0:00 - 6:00	6.00	DRLPRC	02	С	P		CLOSED LOOP SYSTEM DRILL F/ 7211' TO 7591', 380' @ 63.3' PH WOB / 20-22 RPM TOP DRIVE 50- 60, MOTOR-135 SPM 200 = GPM 586 MW 8.5 VIS 28 PUMPING 10 BBLS 80 VIS SWEEP WITH 5% LCM TO HELP LOSS'S LOST @ 100 BBLS IN 6 HRS TRQ ON/OFF = 8-10 K PSI ON /OFF2200-1800 , DIFF 100-400 PU/SO/RT = 175-145-160 K, 15K DRAG SLIDE = 50' IN 1.08 HRS = 46' PH ROT = 330' IN 4.92 HRS = 67' PH NOV- ON LINE 2- DEWATERING 7.9' N & 16.55 W OF TARGET CENTER @ 0 DRILL FLARE, 5 CONN FLARE HOLE IN GOOD CONDITION TOTCO DOWN DRILLING BY HAND
	6:00 - 6:30	0.50	DRLPRC	80	Α	Z		TOTCO DOWN, GET BACK ON LINE & RE- CALABERATING ALL READINGS
	6:30 - 7:30	1.00	DRLPRC	02	С	P		DRILL FROM 7591TO 7678', 87' @ 87' PH
	7:30 - 8:30	1.00	DRLPRC	08	Α	Z		WORK ON TOTCO
	8:30 - 9:30	1.00	DRLPRC	02	С	P		DRILL FROM 7678 TO 7775', 97' @ 97' PH
	9:30 - 11:00	1.50	DRLPRC	80	Α	Z		WORK ON TOTCO

# Operation Summary Report

Well: NBU 1022	-12A1CS	(RED)				_		Spud Date: 4/4	/2012
Project: UTAH-U	HATMI			Site: NBL	1022-12	A PAD			Rig Name No: PROPETRO 12/12, PIONEER 54/54
Event: DRILLING Start		Start Date	e: 3/26/20	 112			End Date: 5/7/2012		
Active Datum: R Level)	KB @5,1	190.00usft (a	bove Mean S	эа	UWI: NE	E/NE/0/10	)/S/22/E/1	2/0/0/26/PM/N/59	91/E/0/592/0/0
Date	S	Time tart-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
	11:00	- 15:30 - 19:00	0.50 3.50	DRLPRC DRLPRC DRLPRC	07 02	C C	P	(usit)	CLOSED LOOP SYSTEM DRILL F/ 7775 TO 8161', 386' @ 96.5' PH WOB / 20-22 RPM TOP DRIVE 50- 60, MOTOR-135 SPM 200 = GPM 586 MW 8.5 VIS 28 PUMPING 10 BBLS 80 VIS SWEEP WITH 5% LCM TO HELP LOSS'S LOST @ 100 BBLS IN 6 HRS TRQ ON/OFF = 8-9 K PSI ON /OFF2200-1800 , DIFF 100-400 PU/SO/RT = 185-155-170 K, 15K DRAG SLIDE = ROT = 100% NOV- ON LINE 2- DEWATERING 4' N & 15' W OF TARGET CENTER @ 0 DRILL FLARE, 10 CONN FLARE HOLE IN GOOD CONDITION TOTCO DOWN DRILLING BY HAND SERVICE RIG, F/T ANN & HCR VALVE, BOP DRILL 83 SEC CLOSED LOOP SYSTEM DRILL F/ 8161' TO 8495', 334' @ 95.4' PH TD WELL @ 8495' 5/5/12 19:00 WOB / 20-22 RPM TOP DRIVE 50- 60, MOTOR-135 SPM 200 = GPM 586 MW 8.5 VIS 28 PUMPING 10 BBLS 80 VIS SWEEP WITH 5% LCM TO HELP LOSS'S LOST @ 100 BBLS IN 6 HRS TRQ ON/OFF = 8-9 K PSI ON /OFF2200-1800 , DIFF 100-400 PU/SO/RT = 180-150-165 K, 15K DRAG SLIDE = ROT = 100% NOV- ON LINE 2- DEWATERING 3' S & 15.64 W OF TARGET CENTER @ 0 DRILL FLARE, 10 CONN FLARE HOLE IN GOOD CONDITION
	19:00	- 22:00	3.00	DRLPRC	05	G	Р		TOTCO DOWN DRILLING BY HAND DISPLACE WITH 11.7 MW, 40 VIS
	22:00		2.00	DRLPRC	06	E	, P		WIPER TRIP TO SHOE, TIGHT OFF BOTTOM & 4400'
5/6/2012	0:00	- 4:30	4.50	DRLPRC	06	E	P		SHORT TRIP, TIGHT OFF BOTTOM & 4400' OUT, 4700,4800, 5450, 7150, 7835, WASH & REAM 60' TO BOTTOM, CLEANED UP GOOD
	4:30	- 7:30	3.00	DRLPRC	05	С	Р		CIRC & COND HOLE, RAISE VIS TO 45
	7:30	- 13:00	5.50	DRLPRC	06	В	P		HELD SAFETY MEETING, TRIP OUT OF HOLE FOR OPEN HOLE LOGS, WASHED TIGHT HOLE CLEAN @ 5800 & 5300'

### **Operation Summary Report**

Well: NBU 1022	2-12A1CS (RED)						Spud Date: 4/4/	(2012
Project: UTAH-	UINTAH	Site: NBI	J 1022-12	A PAD			Rig Name No: PROPETRO 12/12, PIONEER 54/54	
Event: DRILLING Start Date				ate: 3/26/2012				End Date: 5/7/2012
Active Datum: RKB @5,190.00usft (above Mean Sea Level)		ea	UWI: NI	E/NE/0/10	)/\$/22/E/1	2/0/0/26/PM/N/59	91/E/0/592/0/0	
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
	13:00 - 17:00 17:00 - 17:30	4.00	DRLPRC	11	С	P		HELD SAFETY MEETING, RIGGED UP BAKER, RUN IN HOLE TO 3800', WORKED THOUGH BRIDGE @ 3800', TOOL QUIT WORKING, CONTINUE IN HOLE TO SEE IF WE COULD GET TO TD, HIT BRIGDE @ 4800 COULD NOT GET THOUGH, GEOLOGIST SAID TO PULL OUT & RUN CASING, RIG DOWN PULL WEAR BUSHING
	17:30 - 0:00	6.50	DRLPRC	12	С	P		HELD SAFETY MEETING, RIG UP KIMZEY & RUN 82 JTS 4.5" I-80 + 1 MARKER, 113 JTS 4.5" I-80 DQX + 1 X/O, 1 PUP & 1 LANDING JT, SHOE @ 8484', FLOAT @ 8440, MESA MARKER @ 6381', X/O @ 4991',8484' TOTAL
5/7/2012	0:00 - 4:30 4:30 - 5:30	4.50 1.00	DRLPRC DRLPRC	12 05	C D	P P		FINISH RUNNING CASING, WASH THOUGH BRIDGE @ 4800 & 6900', SET 75 K ON HANGER CIRC OUT GAS
	5:30 - 9:00 9:00 - 10:00	3.50	DRLPRC	12	E	P		HELD SAFETY MEETING, RIG UP & AS PER ENGINEER PUMP 20% OVER GAUGE HOLE FOR CEMENT VOLUMES, PUMP 25 BBL WATER SPACER, LEAD 460 SACKS 2.02 YLD 12.5 PPG, TAIL 1005 SACKS 1.32 YLD 14.3 PPG WITH .05% EC-1, DROP PLUG & DISPLACE WITH 131 BBLS CLAY TREAT WATER, FULL RETURNS THOUGH OUT JOB WITH NO CEMENT TO SURFACE, 1.5 BACK TO PIT, BUMP PLUG @ 3154 PSI, 650 PSI OVER FINAL LIFT OF 2495, FLOATS HELD, EST TOP OF TAIL 3650', PLUG BACK TO 8440' INSTALL PACKOFF
	10:00 - 12:00	2.00	DRLPRC	.01	E	P		RIG DOWN, CLEAN PITS, PREPARE TO SKID, RELEASE RIG TO THE NBU 1022-12A1CS @ 12:00 5/7/12

#### 1 General

#### 1.1 Customer Information

Company	US ROCKIES REGION
Representative	
Address	

#### 1.2 Well/Wellbore Information

Well	NBU 1022-12A1CS (RED)	Wellbore No.	OH	
Well Name	NBU 1022-12A1CS	Wellbore Name	NBU 1022-12A1CS	_
Report No.	1	Report Date	7/13/2012	
Project	UTAH-UINTAH	Site	NBU 1022-12A PAD	
Rig Name/No.		Event	COMPLETION	
Start Date	7/12/2012	End Date	7/30/2012	
Spud Date	4/4/2012	Active Datum	RKB @5,190.00usft (above Mean Sea Level)	
UWI	NE/NE/0/10/S/22/E/12/0/0/26/PM/N/591/E/0/592	2/0/0		

#### 1.3 General

Contractor	CASEDHOLE	Job Method	PERFORATE	Supervisor	FRANK WINN
Perforated Assembly	PRODUCTION CASING	Conveyed Method	WRELINE		

#### 1.4 Initial Conditions

Fluid Type	PRODUCED WATER	Fluid Density	8.40 (ppg)
Surface Press		Estimate Res Press	
TVD Fluid Top	0.0 (usft)	Fluid Head	5,190.0 (usft)
Hydrostatic Press	2,264.73 (psi)	Press Difference	2,264.73 (psi)
Balance Cond	OVER BALANCED		

1.5	Summary
	-

)	Gross Interval	6,512.0 (usft)-8,294.0 (usft	Start Date/Time	7/13/2012	12:00AM
٦	No. of Intervals	47	End Date/Time	7/13/2012	12:00AM
)	Total Shots	216	Net Perforation Interval		58.00 (usft)
)	Avg Shot Density	3.72 (shot/ft)	Final Surface Pressure		
1			Final Press Date		

#### 2 Intervals

#### 2.1 Perforated Interval

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diamete r (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
7/13/2012 12:00AM	MESAVERDE/			6,512.0	6,513.0	4.00		0.360	EXP/	3.125	90.00		23.00		

#### 2.1 Perforated Interval (Continued)

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diamete r (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
7/13/2012	MESAVERDE/	<u> </u>	1 (30.0)	6,557.0	6,558.0	4.00		0.360	EXP/	3.125	90.00	····	23.00		
12:00AM					0.507.0	4.00		0.000	EVD/	0.405	00.00		22.00		
7/13/2012 12:00AM	MESAVERDE/			6,596.0	6,597.0	4.00		0.360	EXP/	3.125	90.00		23.00		
	MESAVERDE/			6,661.0	6,663.0	4.00		0.360	EXP/	3.125	90.00		23.00		
12:00AM									FVP/	0.405	00.00		00.00		
7/13/2012 12:00AM	MESAVERDE/			6,683.0	6,684.0	4.00		0,360	EXP/	3.125	90.00		23.00		
i	MESAVERDE/			6,716.0	6,717.0	4.00		0.360	EXP/	3.125	90.00		23.00		
12:00AM															
7/13/2012 12:00AM	MESAVERDE/			6,750.0	6,751.0	4.00		0.360	EXP/	3.125	90.00		23.00		
1	MESAVERDE/			6,818.0	6,819.0	4.00		0.360	EXP/	3.125	90.00		23.00		
12:00AM									FV6/	0.405	22.22		00.00		
7/13/2012 12:00AM	MESAVERDE/			6,838.0	6,839.0	4.00		0.360	EXP/	3.125	90.00		23.00		
	MESAVERDE/			6,864.0	6,865.0	4.00		0.360	EXP/	3.125	90.00		23.00		
12:00AM															
7/13/2012 12:00AM	MESAVERDE/			6,876.0	6,877.0	4.00		0.360	EXP/	3.125	90.00		23.00		
1	MESAVERDE/			6,984.0	6,986.0	3.00		0.360	EXP/	3.125	120.00		23.00		
12:00AM									EVD/	0.405	400.00		00.00		
7/13/2012 12:00AM	MESAVERDE/			7,039.0	7,041.0	3.00		0.360	EXP/	3.125	120.00		23.00		
1	MESAVERDE/			7,069.0	7,071.0	3.00		0.360	EXP/	3.125	120.00		23.00		
12:00AM								2.000	EVD/	0.405	400.00		22.00		
7/13/2012 12:00AM	MESAVERDE/			7,102.0	7,104.0	3.00		0.360	EXP/	3.125	120.00		23.00		
!	MESAVERDE/			7,215.0	7,216.0	4.00		0.360	EXP/	3.125	90.00		23.00		
12:00AM					7 000 0			0.000	EVD/	2.405	00.00		23.00		
7/13/2012 12:00AM	MESAVERDE/			7,227.0	7,228.0	4.00		0.360	EXP/	3.125	90.00		23.00		
	MESAVERDE/			7,260.0	7,263.0	4.00		0.360	EXP/	3.125	90.00		23.00		
12:00AM				7.007.0	7.000.0	4.00		0.000	EVD/	3.405	00.00		22.00		
7/13/2012 12:00AM	MESAVERDE/			7,297.0	7,298.0	4.00		0.360	EXP/	3.125	90.00		23.00		
1	MESAVERDE/			7,339.0	7,340.0	4.00		0.360	EXP/	3.125	90.00		23.00		
12:00AM				7.050	7.054.0	4.00		0.000	EVDI	0.405	00.00		22.00		
7/13/2012 12:00AM	MESAVERDE/			7,352.0	7,354.0	4.00		0.360	EXP/	3.125	90.00		23.00		
1	MESAVERDE/			7,366.0	7,367.0	4.00		0.360	EXP/	3.125	90.00		23.00		··

#### 2.1 Perforated Interval (Continued)

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diamete r (in)	Carr Type /St	s	arr ize in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight	Reason	Misrun
7/13/2012	MESAVERDE/		(uoit)	7,383.0	7,384.0	4.00		0.360	EXP/		3.125	90.00		(gram) 23.00		
12:00AM																
i	MESAVERDE/			7,416.0	7,417.0	4.00		0.360	EXP/	;	3.125	90.00		23.00		
12:00AM	MESAVERDE/			7,459.0	7,460.0	4.00		0.360	EVD/		2 4 2 E	00.00		00.00		
12:00AM	WEOAVERDE			7,459.0	7,400.0	4.00		0.300	EAF/	•	3.125	90.00		23,00		
7/13/2012	MESAVERDE/			7,558.0	7,559.0	4.00		0.360	EXP/	:	3.125	90.00		23.00		
12:00AM																
1	MESAVERDE/			7,586.0	7,587.0	4.00		0.360	EXP/	:	3.125	90.00		23.00		
12:00AM	MESAVERDE/			7,617.0	7,618.0	4.00		0.360	EVD/		2 405	00.00		00.00		
12:00AM	WESAVENDE			7,017.0	7,010.0	4.00		0.360	EAP/		3.125	90.00		23.00		
7/13/2012	MESAVERDE/			7,642.0	7,644.0	4.00		0.360	EXP/		3.125	90.00		23.00		
12:00AM																
i	MESAVERDE/			7,687.0	7,688.0	4.00		0.360	EXP/		3.125	90.00		23.00		
12:00AM	MESAVERDE/			7,746.0	7 747 0	4.00		0.260	EVD/		2 405	00.00				
12:00AM	WESAVERDE/			7,740.0	7,747.0	4.00		0.360	EAP/		3.125	90.00		23.00		
7/13/2012	MESAVERDE/			7,768.0	7,770.0	4.00		0.360	EXP/		3.125	90.00		23.00		
12:00AM																
į.	MESAVERDE/			7,792.0	7,794.0	4.00		0.360	EXP/		3.125	90.00		23.00		
12:00AM	MESAVERDE/			7,906.0	7,907.0	3.00		0.360	EVD/		3.125	120.00		00.00		
12:00AM	WESAVERDE/			7,900.0	7,907.0	3.00		0.300	EAF/		3, 123	120.00		23.00		
7/13/2012	MESAVERDE/			7,924.0	7,925.0	3.00		0.360	EXP/		3.125	120.00		23.00		
12:00AM																
	MESAVERDE/			7,937.0	7,938.0	3.00		0.360	EXP/		3.125	120.00		23.00		
12:00AM	MESAVERDE/			7,951.0	7,952.0	3.00		0.360	EVD/		3.125	120.00		23.00		
12:00AM	WEOAVERDE			7,351.0	7,932.0	5.00		0.500	LXF		3.123	120.00		23.00		
7/13/2012	MESAVERDE/			7,967.0	7,968.0	3.00		0.360	EXP/		3.125	120.00		23.00		
12:00AM																
7/13/2012 12:00AM	MESAVERDE/			7,980.0	7,981.0	3.00		0.360	EXP/		3.125	120.00		23.00		
1	MESAVERDE/			7,989,0	7,990.0	3.00		0.360	EYD/		3.125	120,00		22.00		
12:00AM				7,000.0	7,550.0	5.00		0.560			J, 12J	120,00		23.00		
7/13/2012	MESAVERDE/			8,032.0	8,033.0	3.00		0.360	EXP/		3,125	120.00		23.00		
12:00AM																
7/13/2012 12:00AM	MESAVERDE/			8,180.0	8,181.0	4.00		0.360	EXP/		3.125	90.00		23.00		
1	MESAVERDE/			8,205.0	8,206.0	4.00		0.360	EXP/		3.125	90.00		22.00		
12:00AM				0,200.0	0,200.0	4.00		0.550	L/0 /	,	0. 120	90.00		23.00		

#### 2.1 Perforated Interval (Continued)

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diamete r (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
7/13/2012 12:00AM	MESAVERDE/			8,263.0	8,264.0	4.00		0.360	EXP/	3.125	90.00		23.00		
7/13/2012 12:00AM	MESAVERDE/			8,272.0	8,273.0	4.00		0.360	EXP/	3.125	90.00		23.00		
7/13/2012 12:00AM	MESAVERDE/			8,281.0	8,282.0	4.00		0.360	EXP/	3.125	90.00		23.00		
7/13/2012 12:00AM	MESAVERDE/			8,293.0	8,294.0	4.00		0.360	EXP/	3.125	90.00		23.00		

#### 3 Plots

#### 3.1 Wellbore Schematic



Well: NBU 1022-	12A1CS	(RED)						Spud Date: 4/4/2	2012		
Project: UTAH-U	INTAH			Site: NBU	1022-12	A PAD			Rig Name No: MILE	S-GRAY 1/1,	MILES-GRAY 1/1
Event: COMPLE	TION			Start Date	: 7/12/20	12			End Date: 7/30/2012	2	
Active Datum: Rh Level)	KB @5,19	0.00usft (al	oove Mean Se	а	UWI: NE	E/NE/0/1	0/S/22/E/	12/0/0/26/PM/N/59	1/E/0/592/0/0		
Date	100	ime irt-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)		Operation	
4/4/2012 7/12/2012	7:00	- - 13:00	6.00	COMP	33	С	Р		HSM. FILL SURFACE TEST.	AND CSG. I	RU B&C QUICK
									TEST 4-1/2" CSG AN	D FRAC VAL	VES.
									BEGIN 1018# FOR 15 MIN. 3525# FOR 15 MIN. 7031# FOR 30 MIN.	END 1006# 3487# 6968#	LOST 12# 38# 63#
7/13/2012	7:00	- 9:00	2.00	COMP	37	В	P		NO COMMUNICATION B&C. HSM. MIRU CASEDH GR, 40" PENT) AND PROCEEDURE (MIS	IOLE. RIH W PERF STG 1	/ 3-1/8" EXP GUN (23 8180'-8294' AS PER

Vell: NBU 1022-	12A1CS (RED)	<u>. 15. 19.4 (j. 1.), 16.</u>			<u> </u>		Spud Date: 4/4/2	2012
roject: UTAH-U			Site: NBU	1022-12	2A PAD		<del></del>	Rig Name No: MILES-GRAY 1/1, MILES-GRAY 1/1
vent: COMPLE			Start Date	7/12/20	012			End Date: 7/30/2012
	KB @5,190.00usft (abo	ove Mean Se				0/S/22/E/1	2/0/0/26/PM/N/59	1/E/0/592/0/0
evel)								
Date	Time	Duration	Phase	Code	Sub	P/U	MD From	Operation
7/40/0040	Start-End 6:30 - 17:00	(hr) 10.50	COMP	36	Code   B	P	(usft)	HSM. PRES TEST LINES TO 8000#. GOOD. KILLS
7/16/2012	0.30 - 17.00	10.50	CONIF	30		•		SET AT 6800# AND 6900#. POP OFF SET AT 7000#
								STAGE #1- PERFS 8180'-8294' (24 HOLES)  OPEN WELL- SICP 1446 PSI. BRK 3081 PSI AT 4.5  BPM, ISIP 2198, FG .71.  PMP 127 BBLS PAD, 44.5 BPM @ 4000 PSI = 24/24,  100% PERFS OPEN.  MP 6544, MR 52.3, AP 4120, AR 49.1, FG .75, ISIP  2551, NPI 353.  PMP 30/50 WHITE.
								STAGE #2- PU 4-1/2" HALCO 8K CBP AND 3-3/8" EXP GUNS, 23 GM, .36" HOLES. SET CBP AT 8063'. PULL UP AND PERF 7906'-8033' AS PROCEEDURE. (24 HOLES)
								OPEN WELL SICP 2211 PSI. BRK 2597 PSI AT 4.8 BPM, ISIP 2286, FG .71. PMP PAD, 48.2 BPM @ 4112 PSI = 24/24, 100% PERFS OPEN. MP 4868, MR 49.6, AP 4495, AR 48.6, FG .76, ISIP 2585, NPI 299. PMP 30/50 WHITE.
								STAGE #3- PU 4-1/2" HALCO 8K CBP AND 3-3/8" EXP GUNS, 23 GM, .36 HOLES. SET CBP AT 7824'. PULL UP AND PERF 7687'-7794' AS PER PROCEEDURE (24 HOLES)  OPEN WELL SICP 2056 PSI. BRK 3014 PSI AT 4.5 BPM, ISIP 2388, FG .75. PMP PAD, 48.2 BPM @ 4112 PSI = 24/24, 100% PERFS OPEN. MP 4868, MR 49.6, AP 4495, AR 48.6, FG .78, ISIP 2619, NPI 231. PMP 30/50 WHITE.
								STAGE #4- PU 4-1/2" HALCO 8K CBP AND 3-3/8" EXP GUNS, 23 GM, .36 HOLES. SET CBP AT 7674'. PULL UP AND PERF 7459'-7644' AS PER PROCEEDURE (24 HOLES).  OPEN WELL SICP 1806 PSI. BRK 2918 PSI AT 4.0 BPM, ISIP 2218, FG .73. PMP PAD, 49.7 BPM @ 5214 PSI = 19/24, 79% PERFS OPEN.  MP 5680, MR 51.2, AP 4920, AR 50.2, FG .71, ISIP 2061, NPI -157.

2

				U	S ROC	KIES RE	GION	
				Opera	ition S	Summa	ry Report	
Vell: NBU 1022-	12A1CS (RED)		· · · · · · · · · · · · · · · · · · ·				Spud Date: 4/4	4/2012
roject: UTAH-UI	NTAH		Site: NB	U 1022-12	A PAD			Rig Name No: MILES-GRAY 1/1, MILES-GRAY 1/1
vent: COMPLET	rion	<del></del>	Start Dat	te: 7/12/20	)12			End Date: 7/30/2012
ctive Datum: Rh	(B @5,190.00usft (a	above Mean Se	эа	UWI: NE	E/NE/0/10	D/S/22/E/12	2/0/0/26/PM/N/5	91/E/0/592/0/0
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
								EXP GUNS, 23 GM, .36 HOLES. SET CBP AT 7447'.  PULL UP AND PERF 7339'-7417' AS PER  PROCEEDURES. (24 HOLES)  OPEN WELL SICP 1337 PSI. BRK 3376 PSI AT 4.8  BPM, ISIP 2061, FG .72.  PMP PAD, 49.5 BPM @ 5155 PSI = 18/24, 75%  PERFS OPEN.  MP 5397, MR 50.2, AP 4256, AR 49.4, FG .73, ISIP 2113, NPI 58.  PMP 30/50 WHITE.  STAGE #6- PU 4-1/2" HALCO 8K CBP AND 3-3/8"  EXP GUNS, 23 GM, .36 HOLES. SET CBP AT 7328'.
								PULL UP AND PERF 7215'-7298' AS PER PROCEEDURES. SWIFN

## **Operation Summary Report**

Well: NBU 1022	-12A1CS (RED)						Spud Date: 4/4	1/2012
Project: UTAH-U			Site: NB	U 1022-12	A PAD			Rig Name No: MILES-GRAY 1/1, MILES-GRAY 1/1
Event: COMPLE			Start Da	te: 7/12/20	112	T		End Date: 7/30/2012
	KB @5,190.00usft (a	hove Mean S				 )/S/22/E/1	2/0/0/26/PM/N/5	
Active Datum, N Level)	the was, 190.00dsit (a	DOVE WICAN OF	ou .					
Date	Time	Duration	Phase	Code	Sub	P/U	MD From	Operation
	Start-End	(hr)			Code		(usft)	
7/17/2012	7:00 - 18:00	11.00	COMP	36	В	Р		HSM. KILL SET AT 6800# AND 6900#. KILLS SET AT 7000#.
								STAGE #6- PERFS AT 7215'-7298' (24 HOLES)  OPEN WELL SICP 1229 PSI. BRK 2930 PSI AT 4.1  BPM, ISIP 1976, FG .71.  PMP PAD, 40.5 BPM @ 4020 PSI = 19/24, 79%  PERFS OPEN.  MP 4906, MR 51.9, AP 4167, AR 47.7, FG .73, ISIP 2082, NPI 106.  PMP 30/50 WHITE.  STAGE #7- PU 4-1/2" HALCO 8K CBP AND 3-3/8"  EXP GUNS, 23 GM, .36 HOLES. SET CBP AT 7134'.  PULL UP AND PERF 6984'-7104' AS PER PROCEEDURES. (24 HOLES)  OPEN WELL SICP 625 PSI. BRK 3653 PSI AT 4.6  BPM, ISIP 2378, FG .78.  PMP PAD, 49.7 BPM @ 4408 PSI = 24/24, 100%  PERFS OPEN.  MP 5875, MR 51.8, AP 4018, AR 49.5, FG .76, ISIP
								2293, NPI -85. PMP 30/50 WHITE.  STAGE #8- PU 4-1/2" HALCO 8K CBP AND 3-3/6" EXP GUNS, 23 GM, .36 HOLES. SET CBP AT 6907'. PULL UP AND PERF 6716'-6877' AS PER PROCEEDURES. (24 HOLES)
								OPEN WELL SICP 1075 PSI. BRK 4852 PSI AT 4.6 BPM, ISIP 1612, FG .68. PMP PAD, 46.3 BPM @ 5452 PSI = 15/24, 63% PERFS OPEN. MP 6212, MR 51.0, AP 4638, AR 49.9, FG .76, ISIP 2208, NPI 596. PMP 30/50 WHITE.
								STAGE #9- PU 4-1/2" HALCO 8K CBP AND 3-3/8" EXP GUNS, 23 GM, .36 HOLES. SET CBP AT 6706'. PULL UP AND PERF 6512'-6684' AS PER PROCEEDURES. (24 HOLES)  OPEN WELL SICP 1525 PSI. BRK 1686 PSI AT 4.5
								BPM, ISIP 1552, FG .67.  PMP PAD, 50.2 BPM @ 4255 PSI = 20/24, 83%  PERFS OPEN.  MP 4379, MR 50.8, AP 3945, AR 50.4, FG .81, ISIP 2429, NPI 877.  PMP 30/50 WHITE. SHORT 7661 lbs SAND.
								SET KILL PLUG AT 6462'. RD CASEDHOLE AND

Vell: NBU 1022	-12A1CS (RED)						Spud Date: 4/4	//2012
roject: UTAH-U	<u></u>		Site: NB	U 1022-12	A PAD			Rig Name No: MILES-GRAY 1/1, MILES-GRAY 1/1
vent: COMPLE	TION		Start Dat	te: 7/12/20	)12	T		End Date: 7/30/2012
	KB @5,190.00usft (a	bove Mean Se				/S/22/E/1	2/0/0/26/PM/N/5	91/E/0/592/0/0
evel)				J				
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
								SUPERIOR.
								CUMM 218,018# 30/50 WHITE PROP CUMM 9775 BBLS CL FL 204 GAL SCALE INHIB 136 GAL BIOCIDE
7/18/2012	- 7:00 - 7:30	0.50	00110	40		P		LICAN DEVIEW DIT
7/27/2012	7:00 - 7:30 7:30 - 9:00	0.50 1.50	COMP	48 30	Α	P P		HSM, REVIEW RU MIRU.
	9:00 - 10:00	1.00	COMP	30	F	P		ND WH, NU BOP'S, TESTED BOP'S TO 3000 PSI. RU FLOOR & TBG EQUIPMENT.
7/30/2012	10:00 - 15:00 7:00 - 7:30	5.00	COMP	31 48	1	P		PU 1.875 XN POBS, RIH 204 JTS. 2-3/8 L-80 TBG & TALLY TBG F/ TRAILER, TAG CBP @ 6455, LD 2 JTS. EOT 6424', SWI, SDFN. HSM, REVIEW D/O 9 CBP'S
//30/2012	7:30 - 7:30	0.50	COMP	47	Α	, P		NU PWR SWVL, TAG 1st PLUG @ 6455'
	8:00 - 13:00	5.00	COMP	44	C	P		PLUG # 1 C/O 0' SAND, TAG PLUG @ 6455', D/O PLUG IN 10 MINS, HAD 100 PSI. INCREASE PLUG # 2 C/O 20' SAND, TAG PLUG @ 6706', D/O PLUG IN 13 MINS, HAD 100 PSI. INCREASE PLUG # 3 C/O 30' SAND, TAG PLUG @ 6910', D/O PLUG IN 11 MINS, HAD 200 PSI. INCREASE PLUG # 4 C/O 30' SAND, TAG PLUG @ 7134', D/O PLUG IN 10 MINS, HAD 200 PSI. INCREASE PLUG # 5 C/O 20' SAND, TAG PLUG @ 7320', D/O PLUG IN 10 MINS, HAD 200 PSI. INCREASE PLUG # 5 C/O 20' SAND, TAG PLUG @ 7320', D/O PLUG IN 10 MINS, HAD 200 PSI. INCREASE PLUG # 6 C/O 20' SAND, TAG PLUG @ 7439', D/O PLUG IN 10 MINS, HAD 200 PSI. INCREASE PLUG # 7 C/O 30' SAND, TAG PLUG @ 7674', D/O PLUG IN 17 MINS, HAD 300 PSI. INCREASE PLUG # 8 C/O 30' SAND, TAG PLUG @ 7824', D/O PLUG IN 12 MINS, HAD 300 PSI. INCREASE PLUG # 9 C/O 30' SAND, TAG PLUG @ 8063', D/O PLUG IN 14 MINS, HAD 300 PSI. INCREASE PLUG # 9 C/O 30' SAND, TAG PLUG @ 8063', D/O PLUG IN 14 MINS, HAD 300 PSI. INCREASE, RIH 2-3/8 L-80 TBG, TAG SAND 8370' C/O TO 8420', (50'

#### **US ROCKIES REGION Operation Summary Report** Spud Date: 4/4/2012 Well: NBU 1022-12A1CS (RED) Rig Name No: MILES-GRAY 1/1, MILES-GRAY 1/1 Site: NBU 1022-12A PAD Project: UTAH-UINTAH End Date: 7/30/2012 Event: COMPLETION Start Date: 7/12/2012 UWI: NE/NE/0/10/S/22/E/12/0/0/26/PM/N/591/E/0/592/0/0 Active Datum: RKB @5,190.00usft (above Mean Sea Level) P/U Operation Code Date Duration Phase Sub MD From Time Start-End Code (usft) (hr) P POOH & LD 17 JTS. 2-3/8 L-80 TBG ON TRAILER, 13:00 - 16:00 3.00 COMP 31 1 LAND TBG HANGER, LAND TBG W/ 248 JTS. 2-3/8 L-80 TBG, EOT @ 7885.92' RD FLOOR & TBG EQUIPMENT, ND BOP'S, DROP BALL, WAITED 30 MINS, NU WH, P.T. LINES TO HAL 9000 TO 3000 PSI. HELD, PUMP 15 BBLS DWN TBG, PUMP BIT-OFF @ 1700 PSI. TURN WELL OVER TO FLOW BACK CREW, RDMO, MOVE TO THE NBU 1022-13L4S TBG DETAIL: -19' HANGER------.83 248 JTS. 2-3/8 L-80 TBG------7863.891 1.875 XN POBS------2.20' EOT @----7885.92 WLTR. 8,695 BBLS. TOP PERF @ 6512' BTM PERF @ 8294' C/O TO 8420' PBTD @ 8439' DELIVERED 283 JTS. 2-3/8 L-80 TBG] USED 248 JTS. 2-3/8 L-80 TBG **RETURNED 33 JTS. 2-3/8 L-80 TBG** 2 JTS. 2-3/8 L-80 W/ BAD THREADS

WELL TURNED TO SALES @ 1435 HR ON

1800#, 20/64" CK.

7/30/2012, 1800 MCFD, 1920 BWPD, FCP 2150#, FTP

16:00 - 16:00

COMP

0.00

50



# **US ROCKIES REGION PLANNING**

UTAH - UTM (feet), NAD27, Zone 12N NBU 1022-12A PAD NBU 1022-12A1CS

OH

Design: OH

**Survey Report - Geographic** 

23 May, 2012





Project: UTAH - UTM (feet), NAD27, Zone 12N

Site: NBU 1022-12A PAD Well: NBU 1022-12A1CS

Wellbore: OH Design: OH

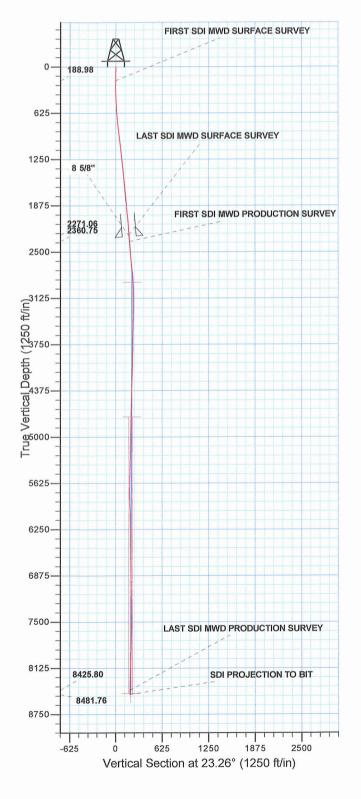


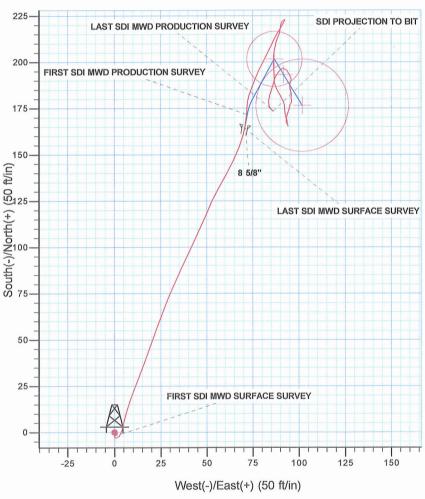


Azimuths to True North Magnetic North: 11.00°

Magnetic Field Strength: 52309.4snT Dip Angle: 65.86° Date: 08/19/2011 Model: IGRF2010





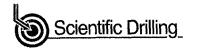


PROJECT DETAILS: UTAH - UTM (feet), NAD27, Zone 12N

Geodetic System: Universal Transverse Mercator (US Survey Feet)
Datum: NAD 1927 (NADCON CONUS)
Ellipsoid: Clarke 1866
Zone: Zone 12N (114 W to 108 W)
Location: SECTION 12 T10S R22E
System Datum: Man Sea Level

Design: OH (NBU 1022-12A1CS/OH)

Created By: Gabe Kendall Date: 12:43, May 23 2012



### SDI Survey Report



Company:

US ROCKIES REGION PLANNING

Project:

UTAH - UTM (feet), NAD27, Zone 12N

Site: Well: NBU 1022-12A PAD

Wellbore: Design:

OH

NBU 1022-12A1CS

ОН

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method:

Database:

Well NBU 1022-12A1CS

GL 5171 & 19 @ 5190.00ft (PIONEER 54) GL 5171 & 19 @ 5190.00ft (PIONEER 54)

True

Minimum Curvature

EDM 5000.1 Single User Db

**Project** 

UTAH - UTM (feet), NAD27, Zone 12N

Map System:

Universal Transverse Mercator (US Survey Feet)

Geo Datum: Zone 12N (114 W to 108 W)

Map Zone:

NAD 1927 (NADCON CONUS)

System Datum:

Mean Sea Level

Site

NBU 1022-12A PAD, SECTION 12 T10S R22E

Site Position:

Lat/Long

Northing: Easting:

14,518,904.17 usft 2,094,250.21 usft

Latitude:

Longitude:

39.969073 -109.380272

**Position Uncertainty:** 

0.00 ft

Slot Radius:

13.200 in

**Grid Convergence:** 

1.04°

Well

From:

NBU 1022-12A1CS, 591 FNL 592 FEL

Well Position

+N/-S +E/-W 0.00 ft 0.00 ft

Northing: Easting:

14,518,904.17 usft 2,094,250.21 usft Latitude: Longitude:

39.969073 -109.380272

**Position Uncertainty** 

0.00 ft

Wellhead Elevation:

ft

**Ground Level:** 

5,171.00 ft

Wellbore

ОН

**Magnetics** 

Model Name

Sample Date

Phase:

Declination (°)

Dip Angle (°)

Field Strength

(nT)

**IGRF2010** 

08/19/11

11.00

65.86

52,309

0.00

Design

ОН

**Audit Notes:** 

Version:

1.0

**ACTUAL** 

Tie On Depth:

**Vertical Section:** 

Depth From (TVD) (ft)

+N/-S (ft)

+E/-W (ft)

Direction

(°)

0.00

0.00

0.00

23.26

Survey Program

Date 05/23/12

From (ft)

To

(ft)

Survey (Wellbore)

**Tool Name** 

Description

15.00 2,370.00

2,280.00 Survey #1 SDI MWD SURFACE (OH) 8,495.00 Survey #2 SDI MWD PRODUCTION (OH) SDI MWD SDI MWD SDI MWD - Standard ver 1.0.1 SDI MWD - Standard ver 1.0.1

Survey

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Section (ft)	Rate (°/100ft)	Rate (°/100ft)	Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
15.00	0.00	0.00	15.00	0.00	0.00	0.00	0.00	0.00	0.00
189.00	1.32	182.30	188.98	-2.00	-0.08	-1.87	0.76	0.76	0.00
FIRST SDI N	IWD SURFACE	SURVEY							
276.00	1.14	97.14	275.97	-3.11	0.74	-2.57	1.92	-0.21	-97.89
359.00	1.85	40.80	358.95	-2.20	2.43	-1.06	1.86	0.86	-67.88
450.00	2.38	14.06	449.89	0.74	3.85	2.21	1.21	0.58	-29.38
540.00	3.34	12.59	539.77	5.12	4.88	6.63	1.07	1.07	-1.63
630.00	4.57	16.63	629.56	11.11	6.47	12.76	1.40	1.37	4.49
720.00	5,54	18.83	719.21	18.66	8.90	20.66	1.10	1.08	2.44



### SDI Survey Report



Company:

US ROCKIES REGION PLANNING

Project:

Design:

UTAH - UTM (feet), NAD27, Zone 12N

Site: NBU 1022-12A PAD Well: NBU 1022-12A1CS

Wellbore: ОН ОН Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Database:

Well NBU 1022-12A1CS

GL 5171 & 19 @ 5190.00ft (PIONEER 54)

GL 5171 & 19 @ 5190.00ft (PIONEER 54)

True

Minimum Curvature

EDM 5000.1 Single User Db

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	(°/100ft)	(°/100ft)
810.00	6.16	20.94	808.74	27.28	12.03	29.81	0.73	0.69	2.34
900.00	6.51	21.38	898.19	36.54	15.62	39.74	0.39	0.39	0.49
990.00	6.86	18.21	987.58	46.40	19.16	50.19	0.56	0.39	-3.52
1,080.00	6.77	22.08	1,076.94	56.42	22.83	60,85	0.52	-0.10	4.30
1,170.00	6.86	20.23	1,166,30	66.38	26.68	71.52	0.26	0.10	-2.06
1,260.00	6.60	23.49	1,255.68	76.17	30.60	82.06	0.51	-0.29	3.62
1,350.00	5.63	25.51	1,345.17	84.89	34.57	91.64	1.10	-1.08	2.24
1,440.00	5.36	24.98	1,434.76	92.69	38.24	100.26	0.31	-0.30	-0.59
1,530.00	5.98	23.84	1,524.32	100.79	41.91	109.15	0.70	0.69	-1.27
1,620.00	5.54	26.04	1,613.86	108.98	45.71	118.17	0.55	-0.49	2.44
1,710.00	5.36	23.49	1,703.46	116.74	49.30	126.72	0.34	-0.20	-2.83
1,800.00	5.19	22.96	1,793.07	124.34	52.56	134.99	0.20	-0.19	-0.59
1,890.00	5.19	31.40	1,882.71	131.56	56.27	143.09	0.85	0.00	9.38
1,980.00	5.54	28.85	1,972.31	138.84	60.49	151.44	0.47	0.39	-2.83
2,070.00	5.45	25.16	2,061.90	146.52	64.40	160.04	0.41	-0.10	<del>-4</del> .10
2,160.00	5.28	20.67	2,151.50	154.26	67.68	168.45	0.50	-0.19	-4.99
2,280.00	4.66	11.36	2,271.06	164.20	70.59	178.73	0.85	-0.52	-7.76
LAST SDI M	WD SURFACE S	URVEY							
2,370.00	4.83	4.93	2,360.75	171.56	71.63	185.91	0.62	0.19	-7.14
FIRST SDI M	WD PRODUCTION	N SURVEY							
2,414.00	4.50	1.88	2,404.60	175.13	71.85	189.27	0.94	-0.75	-6.93
2,510.00	4.22	17.58	2,500.33	182.27	73.04	196.30	1.27	-0.29	16.35
2,604.00	5.93	21.98	2,593.96	190.07	75.90	204.59	1.86	1.82	4.68
2,699.00	6.77	28.48	2,688.37	199.54	80.41	215.07	1.16	0.88	6.84
2,794.00	5.89	24.26	2,782.79	208.91	85.08	225.53	1.05	-0.93	-4.44
2,888.00	3.61	32.00	2,876.47	215.81	88.63	233.27	2.51	-2.43	8.23
2,983.00	2.37	28.31	2,971.33	220.08	91.15	238.19	1.32	-1.31	-3.88
3,078.00	0.88	31.21	3,066.29	222.43	92.46	240.87	1.57	-1.57	3.05
3,172.00	0.53	243.11	3,160.29	222.85	92.45	241.25	1.45	-0.37	-157.55
3,267.00	0.79	236.08	3,255.28	222.29	91.51	240.36	0.29	0.27	-7.40
3,362.00	0.53	210.07	3,350.28	221.54	90.75	239.37	0.41	-0.27	-27.38
3,456.00	0.97	189.06	3,444.27	220.38	90.40	238.17	0.54	0.47	-22.35
3,551.00	1.41	192.05	3,539.25	218.44	90.03	236.24	0.47	0.46	3.15
3,646.00	1.23	181.59	3,634.22	216.28	89.76	234.15	0.32	-0.19	-11.01
3,741.00	1.12	213.96	3,729.20	214.49	89.21	232.29	0.70	-0.12	34.07
3,835.00	1.14	197.41	3,823.19	212.84	88.42	230.46	0.35	0.02	-17.61
3,930.00	1.67	196.44	3,918.16	210.61	87.75 87.45	228.14	0.56	0.56	-1.02
4,025.00	1.37	190.57	4,013.12	208.16	87.15	225.66	0.36	-0.32	-6.18
4,120.00	1.41	191.34	4,108.10	205.90	86.71	223.41	0.05	0.04	0.81
4,214.00	1.79	180.93	4,202.06	203.30	86.46	220.92	0.51	0.40	-11.07
4,309.00	2.02	178.95	4,297.01	200.14	86.46	218.02	0.25	0.24	-2.08
4,404.00	1.41	183.70	4,391.96	197.30	86.42	215.39	0.66	-0.64	5.00
4,498.00	1.67	170.69	4,485.93	194.80	86.57	213.15	0.46	0.28	-13.84



### **SDI** Survey Report



Company:

US ROCKIES REGION PLANNING

Project: Site: UTAH - UTM (feet), NAD27, Zone 12N NBU 1022-12A PAD

Site: Well:

NBU 1022-12A1CS

Wellbore: OH
Design: OH

Local Co-ordinate Reference:

TVD Reference:
MD Reference:

North Reference:

Survey Calculation Method:

Database:

Well NBU 1022-12A1CS

GL 5171 & 19 @ 5190.00ft (PIONEER 54) GL 5171 & 19 @ 5190.00ft (PIONEER 54)

True

Minimum Curvature

EDM 5000.1 Single User Db

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Section (ft)	Rate (°/100ft)	Rate (°/100ft)	Rate (°/100ft)
Rushin . The law	Control of the Control of the Control	e thank disk subject to	sas fulf to distant	and a property of the con-		fatoWillian		0.40	12.04
4,593.00	1.85	183.08	4,580.89	191.90	86.71	210.54	0.44	0.19	13.04
4,688.00	1.31	172.67	4,675.85	189.29	86.76	208.17	0.64	-0.57	-10.96
4,783.00	1.76	163.04	4,770.82	186.82	87.33	206.12	0.54	0.47	-10.14
4,878.00	1.67	142.83	4,865.77	184.32	88.59	204.32	0.64	-0.09	-21.27
4,973.00	1.84	156.48	4,960.73	181.82	90.03	202.60	0.47	0.18	14.37
5,068.00	2.26	150.87	5,055.67	178.78	91.55	200.41	0.49	0.44	-5.91
5,163.00	0.70	195.56	5,150.64	176.59	92.31	198.69	1.93	-1.64	47.04
5,259.00	1.06	171.83	5,246.63	175.14	92.28	197.35	0.53	0.38	-24.72
5,354.00	1.40	179.45	5,341.60	173.11	92.42	195.54	0.40	0.36	8.02
5,449.00	1.58	160.93	5,436.57	170.72	92.85	193.51	0.54	0.19	-19.49
5,543.00	1.41	167.44	5,530.54	168.36	93.53	191.61	0.26	-0.18	6.93
5,638.00	1.23	173.85	5,625.51	166.21	93.89	189.78	0.24	-0.19	6.75
5,733.00	0.26	54.41	5,720.51	165.32	94.18	189.07	1.45	-1.02	-125.73
5,827.00	0.97	326.34	5,814.50	166.11	93.91	189.69	1.06	0.76	-93.69
5,922.00	0,88	337.15	5,909.49	167.45	93.18	190.64	0.21	-0.09	11.38
6,016.00	1,76	12.57	6,003.47	169.52	93.21	192.55	1.23	0.94	37.68
6,111.00	1.43	18.19	6,098.43	172.07	93.90	195.17	0.38	-0.35	5.92
6,206.00	1.49	14.60	6,193.40	174.39	94.58	197.57	0.12	0.06	-3.78
6,301.00	1.25	17.01	6,288.37	176.58	95.20	199.82	0.26	-0.25	2.54
6,396.00	0.88	44.30	6,383.36	178.09	96.01	201.53	0.65	-0.39	28.73
	4.00	000.07	0.470.04	179.52	96.05	202.86	1.33	0.37	-75.40
6,491.00	1.23	332.67	6,478.34		95.72	202.80	0.96	-0.69	46.47
6,585.00	0,58	16.35	6,572.33	180.87	95.72 95.95		0.90	-0.05	-3.98
6,680.00	0.53	12.57	6,667.33	181.76		204.88	1.47	1.39	-3.96 -27.65
6,775.00	1.85	346.30	6,762.30	183.68	95.69	206.54		-0.83	6.38
6,870.00	1.06	352.36	6,857.27	186.04	95.21	208.52	0.85	-0.03	0.36
6,965.00	0.66	359.09	6,952.26	187.46	95.08	209.77	0.43	-0.42	7.08
7,060.00	0.79	14.68	7,047.25	188.64	95.24	210.92	0.25	0.14	16.41
7,155.00	0.53	44.13	7,142.25	189.59	95.71	211.98	0.44	-0.27	31.00
7,250.00	0.97	346.56	7,237.24	190.69	95.83	213.03	0.86	0.46	-60.60
7,345.00	1.85	337.42	7,332.21	192.89	95.05	214.75	0.95	0.93	~9.62
7,440.00	2.02	320.02	7,427.16	195.58	93.39	216.57	0.64	0.18	-18.32
7,535.00	1.14	256.21	7,522.13	196.64	91.39	216.75	1.93	-0.93	<b>-</b> 67.17
7,630.00	1.49	216.13	7,617.10	195.42	89.75	214.98	1.01	0.37	-42.19
7,725.00	1.19	219.15	7,712.08	193.66	88.40	212.83	0.32	-0.32	3.18
7,821.00	1.23	205.67	7,808.06	191.96	87.32	210.84	0.30	0.04	-14.04
7,916.00	1.32	190.55	7,903.03	189.96	86.68	208.75	0.37	0.09	-15.92
8,010.00	1.93	198.82	7,997.00	187.40	85.97	206.12	0.69	0.65	8.80
8,105.00	1.58	198.99	8,091.95	184.65	85.03	203.22	0.37	-0.37	0.18
8,198.00	1.80	193.85	8,184.91	182.01	84.26	200.50	0.29	0.24	-5.53
8,293.00	1.76	187.48	8,279.86	179.12	83.71	197.62	0.21	-0.04	-6.71
		400.07	9 074 00	470.00	00.04	10E 1E	0.67	-0.16	-22.33
8,388.00	1.61	166.27	8,374.82	176.38	83.84	195.15	0.67		
8,439.00	2.20	137.56	8,425.80	174.96	84.67	194.18	2.16	1.16	-56.29
LACT COLL	WD PRODUCTION	ON SURVEY							



#### SDI

Survey Report



Company:

US ROCKIES REGION PLANNING

Project:

UTAH - UTM (feet), NAD27, Zone 12N

Site: Well: NBU 1022-12A PAD NBU 1022-12A1CS

Wellbore: Design: ОН ОН Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method: Database:

elerelice.

Well NBU 1022-12A1CS

GL 5171 & 19 @ 5190.00ft (PIONEER 54) GL 5171 & 19 @ 5190.00ft (PIONEER 54)

True

Minimum Curvature

EDM 5000.1 Single User Db

Survey

Vertical Dogleg Build Turn Vertical Measured Section Rate Rate Rate Depth Inclination Azimuth Depth +N/-S +E/-W (°/100ft) (°/100ft) (°/100ft) (ft) (ft) (ft) (ft) (ft) (°) (°)

SDI PROJECTION TO BIT

esign Anno	tations					
	Measured	Vertical	Local Coo	rdinates		
	Depth (ft)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Comment	
	189.00	188.98	-2.00	-0.08	FIRST SDI MWD SURFACE SURVEY	
	2,280.00	2,271.06	164.20	70.59	LAST SDI MWD SURFACE SURVEY	
	2,370.00	2,360.75	171.56	71.63	FIRST SDI MWD PRODUCTION SURVEY	
	8,439.00	8,425.80	174.96	84.67	LAST SDI MWD PRODUCTION SURVEY	
	8,495.00	8,481.76	173.37	86.12	SDI PROJECTION TO BIT	

Checked By:	Approved By:	Date:



## Survey Report - Geographic

SDI

TVD Reference:

MD Reference:



Company:

US ROCKIES REGION PLANNING

Project:

UTAH - UTM (feet), NAD27, Zone 12N

Site: Well: NBU 1022-12A PAD

Wellbore:

NBU 1022-12A1CS

Design:

OH OH Local Co-ordinate Reference:

Well NBU 1022-12A1CS

GL 5171 & 19 @ 5190.00ft (PIONEER 54)

GL 5171 & 19 @ 5190.00ft (PIONEER 54)

North Reference:

Minimum Curvature **Survey Calculation Method:** 

Database:

EDM 5000.1 Single User Db

Project

UTAH - UTM (feet), NAD27, Zone 12N

Map System: Geo Datum:

Universal Transverse Mercator (US Survey Feet)

System Datum:

Mean Sea Level

Map Zone:

NAD 1927 (NADCON CONUS) Zone 12N (114 W to 108 W)

Site

From:

NBU 1022-12A PAD, SECTION 12 T10S R22E

Site Position:

Lat/Long

Northing:

14,518,904.17 usft

Latitude:

39.969073

Easting:

2,094,250.21 usft

Longitude:

-109.380272

**Position Uncertainty:** 

0.00 ft

Slot Radius:

13.200 in

**Grid Convergence:** 

1.04°

Well

NBU 1022-12A1CS, 591 FNL 592 FEL

Well Position

+N/-S +E/-W 0.00 ft 0.00 ft

Northing: Easting:

14,518,904.17 usft 2,094,250.21 usft Latitude: Longitude:

39 969073 -109.380272

**Position Uncertainty** 

0.00 ft

Wellhead Elevation:

ft

**Ground Level:** 

5,171.00 ft

Wellbore

ОН

Magnetics

Model Name

Sample Date

Declination (°)

Dip Angle (°)

Field Strength

(nT)

23.26

IGRF2010

08/19/11

11.00

65 86

52,309

Design

ОН

Audit Notes:

Version:

1.0

Phase:

ACTUAL

Tie On Depth:

0.00

0.00

**Vertical Section:** 

Depth From (TVD)

+N/-S

+E/-W

Direction

(ft)

0.00

(ft) 0.00 (ft)

(°)

**Survey Program** 

Date 05/23/12

From (ft)

To (ft)

Survey (Wellbore)

**Tool Name** 

Description

15.00 2,370.00

2,280.00 Survey #1 SDI MWD SURFACE (OH)

8,495.00 Survey #2 SDI MWD PRODUCTION (OH)

SDI MWD SDI MWD

SDI MWD - Standard ver 1.0.1 SDI MWD - Standard ver 1 0 1

Survey Measured Vertical Map Map Northing Depth Depth +E/-W Easting Inclination Azimuth +N/-S (usft) (ft) (ft) (usft) Latitude Longitude (ft) (ft) (°) (°) 0.00 0.00 0.00 0.00 0.00 0.00 14,518,904.17 2,094,250.21 39.969073 -109.380272 15.00 0.00 0.00 15.00 0.00 0.00 14,518,904.17 2,094,250.21 39.969073 -109.380272 182.30 -2.00 14,518,902.16 2,094,250.16 39.969068 -109.380273 188.98 -0.08 189.00 1.32 FIRST SDI MWD SURFACE SURVEY -3.11 0.74 14,518,901.07 2,094,251.00 39.969065 -109.380270 276.00 1.14 97.14 275.97 359.00 1.85 40.80 358.95 -2.20 2.43 14,518,902.01 2.094,252,68 39 969067 -109.380264 450.00 2.38 14.06 449.89 0.74 3.85 14,518,904.98 2,094,254.05 39.969075 -109.380259 540.00 3.34 12.59 539.77 5.12 4.88 14,518,909.37 2,094,254.99 39.969087 -109.380255 2,094,256.48 39.969104 -109.380249 629.56 11.11 6.47 14.518.915.40 630.00 4.57 16.63 720.00 5.54 18.83 719.21 18.66 8.90 14,518,922.99 2,094,258.77 39.969124 -109.380241 27.28 39.969148 -109.380229 808.74 12.03 14,518,931.66 2,094,261.74 810.00 6,16 20.94



# **SDI**Survey Report - Geographic



Company:

US ROCKIES REGION PLANNING

Project:

UTAH - UTM (feet), NAD27, Zone 12N

Site: Well:

Design:

NBU 1022-12A PAD NBU 1022-12A1CS

Wellbore:

OH

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

**Survey Calculation Method:** 

Database:

Well NBU 1022-12A1CS

GL 5171 & 19 @ 5190.00ft (PIONEER 54)

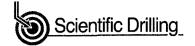
GL 5171 & 19 @ 5190.00ft (PIONEER 54)

True

Minimum Curvature

EDM 5000.1 Single User Db

			Vertical			Mon	Мар		
leasured		A Al-	Vertical Depth	.N/ 6	+E/-W	Map Northing	map Easting		
Depth (ft)	Inclination (°)	Azimuth (°)	(ft)	+N/-S (ft)	+E/-¥¥ (ft)	(usft)	(usft)	Latitude	Longitude
000.00			909.40	36.54	15.62	14,518,940.99	2,094,265.16	39.969173	-109,380
900.00	6.51	21.38	898.19		19.16	14,518,950.91	2,094,268.52	39.969200	-109.380
990.00	6.86	18.21	987.58	46.40	22.83	14,518,960.99	2,094,272.01	39.969228	-109.380
1,080.00	6.77	22.08	1,076.94 1,166.30	56.42 66.38	26.68	14,518,971.02	2,094,275.68	39.969255	-109.380
1,170.00	6.86	20.23 23.49	1,255.68	76.17	30.60	14,518,980.88	2,094,279,42	39.969282	-109.380
1,260.00	6.60	25. <del>49</del> 25.51		84.89	34.57	14,518,989.68	2,094,283.23	39.969306	-109.380
1,350.00 1,440.00	5.63 5.36	24.98	1,345.17 1,434.76	92.69	38.24	14,518,997.54	2,094,285.25	39.969328	-109.380
1,530.00	5.98	23.84	1,524.32	100.79	41.91	14,519,005.70	2,094,290.28	39.969350	-109.380
•	5.54	26.04	1,613.86	108.98	45.71	14,519,003.76	2,094,293.94	39.969372	-109.380
1,620.00	5.36	23.49	1,703.46	116.74	49.30	14,519,013.98	2,094,297.38	39.969394	-109.380
1,710.00		23.49	1,793.46	124.34	52.56	14,519,021.78	2,094,300.50	39.969414	-109.380
1,800.00	5.19		•	131.56	56.27	14,519,036.73	2,094,304.08	39.969434	-109.380
1,890.00	5.19	31.40	1,882.71	131.36	60.49		2,094,304.08	39.969454	-109.380
1,980.00	5.54	28.85	1,972.31			14,519,044.09			-109.380
2,070.00	5.45	25.16	2,061.90	146.52	64.40	14,519,051.83	2,094,311.94	39.969475	
2,160.00	5.28	20.67	2,151.50	154.26	67.68	14,519,059.63	2,094,315.07	39.969497	-109.380
2,280.00	4.66	11.36	2,271.06	164.20	70.59	14,519,069.63	2,094,317.80	39.969524	-109.380
	I MWD SURF							00.000544	400.00
2,370.00	4.83	4.93	2,360.75	171.56	71.63	14,519,077.00	2,094,318.71	39.969544	-109.380
	DI MWD PROD								
2,414.00	4.50	1.88	2,404.60	175.13	71.85	14,519,080.58	2,094,318.86	39.969554	-109.380
2,510.00	4.22	17.58	2,500.33	182,27	73.04	14,519,087.73	2,094,319.93	39.969574	-109.380
2,604.00	5.93	21.98	2,593.96	190.07	75.90	14,519,095.58	2,094,322.65	39.969595	-109.380
2,699.00	6.77	28.48	2,688.37	199.54	80,41	14,519,105.14	2,094,326.98	39.969621	-109.379
2,794.00	5.89	24.26	2,782.79	208.91	85.08	14,519,114.58	2,094,331.48	39.969647	-109.37
2,888.00	3.61	32.00	2,876.47	215.81	88.63	14,519,121.56	2,094,334.91	39.969666	-109.379
2,983.00	2.37	28.31	2,971.33	220.08	91.15	14,519,125.87	2,094,337.34	39.969677	-109.37
3,078.00	0.88	31.21	3,066.29	222.43	92.46	14,519,128.24	2,094,338.61	39.969684	-109.379
3,172.00	0.53	243.11	3,160.29	222.85	92.45	14,519,128.66	2,094,338.59	39.969685	-109.379
3,267.00	0.79	236.08	3,255.28	222.29	91.51	14,519,128.08	2,094,337.67	39.969683	-109.379
3,362.00	0.53	210.07	3,350.28	221.54	90.75	14,519,127.32	2,094,336.92	39.969681	-109.379
3,456.00	0.97	189.06	3,444.27	220.38	90.40	14,519,126.16	2,094,336.59	39.969678	-109.379
3,551.00	1.41	192.05	3,539.25	218.44	90.03	14,519,124.21	2,094,336.26	39.969673	-109.379
3,646.00	1.23	181.59	3,634.22	216.28	89.76	14,519,122.04	2,094,336.02	39.969667	-109.379
3,741.00	1.12	213.96	3,729.20	214.49	89.21	14,519,120.25	2,094,335.51	39.969662	-109.379
3,835.00	1.14	197.41	3,823.19	212.84	88.42	14,519,118.58	2,094,334.75	39.969657	-109.379
3,930.00	1.67	196.44	3,918.16	210.61	87.75	14,519,116.34	2,094,334.11	39.969651	-109.379
4,025.00	1.37	190.57	4,013.12	208.16	87.15	14,519,113.88	2,094,333.56	39.969645	-109.379
4,120.00	1.41	191.34	4,108.10	205.90	86.71	14,519,111.61	2,094,333.16	39.969638	-109.379
4,214.00	1.79	180.93	4,202.06	203.30	86.46	14,519,109.01	2,094,332.96	39.969631	-109.379
4,309.00	2.02	178.95	4,297.01	200.14	86.46	14,519,105.85	2,094,333.02	39.969623	-109.379
4,404.00	1.41	183.70	4,391.96	197.30	86.42	14,519,103.01	2,094,333.03	39.969615	-109.379
4,498.00	1.67	170.69	4,485.93	194.80	86.57	14,519,100.51	2,094,333.22	39.969608	-109.379
4,593.00	1.85	183.08	4,580.89	191.90	86.71	14,519,097.61	2,094,333.41	39.969600	-109.379
4,688.00	1.31	172.67	4,675.85	189.29	86.76	14,519,095.00	2,094,333.52	39.969593	-109.379
4,783.00	1.76	163.04	4,770.82	186.82	87.33	14,519,092.54	2,094,334.13	39.969586	-109.379
4,878.00	1.67	142.83	4,865.77	184.32	88.59	14,519,090.07	2,094,335.43	39.969579	-109.379
4,973.00	1.84	156.48	4,960.73	181.82	90.03	14,519,087.59	2,094,336.92	39.969572	-109.379
5,068.00	2.26	150.43	5,055.67	178.78	91.55	14,519,084.59	2,094,338.50	39.969564	-109.379
5,068.00	0.70	195.56	5,055.67	176.78	92.31	14,519,082.40	2,094,339.30	39.969558	-109.379
5,163.00	1.06	171.83	5,150.64	175.14	92.28	14,519,082.40	2,094,339.29	39.969554	-109.379
5,259.00	1.40	171.63	5,246.63 5,341.60	173.14	92.42	14,519,030.93	2,094,339.46	39.969548	-109.379
					92.42	14,519,076.54	2,094,339.95	39.969542	-109.378
5,449.00	1.58	160.93	5,436.57 5,530.54	170.72 168.36				39.969535	-109.378
5,543.00	1.41	167.44	5,530.54	168.36	93.53	14,519,074.20	2,094,340.66		
5,638.00 5,733.00	1.23 0.26	173.85 54.41	5,625.51 5,720.51	166.21 165.32	93.89 94.18	14,519,072.05 14,519,071.17	2,094,341.07 2,094,341.37	39.969529 39.969527	-109.379 -109.379



#### SDI

#### Survey Report - Geographic



Company:

US ROCKIES REGION PLANNING

Project: UTAH - UTM (feet), NAD27, Zone 12N

Site: Well: NBU 1022-12A PAD NBU 1022-12A1CS

Wellbore: OH
Design: OH

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference: Survey Calculation Method:

Database:

Well NBU 1022-12A1CS

GL 5171 & 19 @ 5190.00ft (PIONEER 54) GL 5171 & 19 @ 5190.00ft (PIONEER 54)

True

Minimum Curvature

EDM 5000.1 Single User Db

Measured			Vertical			Map	Мар		
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
5,827.00	0.97	326.34	5.814.50	166.11	93.91	14,519,071.95	2,094,341.09	39.969529	-109.37993
5,922.00	0.88	337.15	5.909.49	167.45	93.18	14,519,073.28	2,094,340.33	39.969533	-109.37994
6,016.00	1.76	12.57	6,003.47	169.52	93.21	14,519,075.35	2,094,340.33	39.969539	-109.3799
6,111.00	1.43	18.19	6,098.43	172.07	93.90	14,519,077.92	2,094,340.97	39.969546	-109.3799
6,206,00	1.49	14.60	6,193.40	174.39	94.58	14,519,080.25	2,094,341.61	39.969552	-109.3799
6,301.00	1.25	17,01	6,288.37	176.58	95.20	14,519,082,45	2,094,342.18	39.969558	-109.3799
6,396.00	0,88	44.30	6,383.36	178.09	96.01	14,519,083.97	2,094,342.97	39.969562	-109.3799
6.491.00	1.23	332.67	6,478.34	179.52	96.05	14,519,085.40	2,094,342.98	39.969566	-109.3799
6.585.00	0,58	16.35	6,572.33	180.87	95.72	14,519,086.75	2,094,342.63	39.969570	-109.3799
6,680.00	0.53	12.57	6,667.33	181.76	95.95	14,519,087.64	2,094,342.84	39.969572	-109.3799
6,775.00	1.85	346.30	6,762.30	183.68	95.69	14,519,089.56	2,094,342.54	39.969577	-109.3799
6,870.00	1.06	352.36	6,857.27	186.04	95.21	14,519,091.91	2,094,342.02	39.969584	-109.3799
6,965.00	0.66	359.09	6,952,26	187.46	95.08	14,519,093.32	2,094,341.87	39.969588	-109.3799
7,060.00	0.79	14.68	7,047.25	188.64	95.24	14,519,094.51	2,094,342.00	39,969591	-109.3799
7,155.00	0.53	44.13	7,142.25	189.59	95.71	14,519,095.47	2,094,342.46	39,969594	-109.3799
7,250.00	0.97	346,56	7,237.24	190.69	95.83	14,519,096.56	2,094,342.56	39.969597	-109.3799
7,345.00	1.85	337.42	7,332.21	192.89	95.05	14,519,098.75	2,094,341.74	39.969603	-109.3799
7,440.00	2.02	320.02	7,427.16	195.58	93.39	14,519,101.42	2,094,340.03	39.969610	-109.3799
7,535.00	1.14	256.21	7,522.13	196.64	91.39	14,519,102.44	2,094,338.02	39.969613	-109.3799
7,630.00	1.49	216.13	7,617.10	195.42	89.75	14,519,101.19	2,094,336.39	39,969610	-109.3799
7.725.00	1.19	219.15	7,712.08	193.66	88.40	14,519,099.40	2,094,335.07	39.969605	-109.3799
7,821.00	1.23	205.67	7,808.06	191.96	87.32	14,519,097.68	2,094,334.03	39.969600	-109.3799
7,916.00	1.32	190.55	7,903.03	189.96	86.68	14,519,095.67	2,094,333.42	39.969595	-109.3799
8,010.00	1.93	198.82	7,997.00	187.40	85.97	14,519,093.10	2,094,332.76	39,969588	-109.3799
8,105.00	1.58	198.99	8,091.95	184.65	85.03	14,519,090.33	2,094,331.87	39,969580	-109.3799
8,198.00	1.80	193.85	8,184.91	182.01	84.26	14,519,087.68	2,094,331.15	39.969573	-109.3799
8,293.00	1.76	187.48	8,279.86	179.12	83.71	14,519,084.78	2,094,330.66	39.969565	-109.3799
8,388.00	1.61	166.27	8,374.82	176.38	83.84	14,519,082.04	2,094,330.83	39.969557	-109.3799
8,439.00	2.20	137.56	8,425.80	174.96	84.67	14,519,080.64	2,094,331.69	39.969553	-109.3799
		UCTION SUR	•						
8,495.00	2.20	137.56	8,481.76	173.37	86.12	14,519,079.08	2,094,333.17	39.969549	-109.3799

Design Annotations  Measured  Depth	Vertical Depth	Local Coord	inates +E/-W	
<b>(ft)</b> 189.00	(ft) 188.98	(ft) -2.00	<b>(ft)</b> -0.08	Comment FIRST SDI MWD SURFACE SURVEY
2,280.00	2,271.06	164.20	70.59	LAST SDI MWD SURFACE SURVEY
2,370.00	2,360.75	171.56	71.63	FIRST SDI MWD PRODUCTION SURVEY
8,439.00	8,425.80	174.96	84.67	LAST SDI MWD PRODUCTION SURVEY
8,495.00	8,481.76	173.37	86.12	SDI PROJECTION TO BIT

Checked By:	Approved By:	Date:

Sundry Number: 71391 API Well Number: 43047519520000

	STATE OF UTAH		FORM 9		
1	DEPARTMENT OF NATURAL RESOURG DIVISION OF OIL, GAS, AND MIT		5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-		
SUNDR	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	oposals to drill new wells, significantly reenter plugged wells, or to drill horizon for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12A1CS		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		9. API NUMBER: 43047519520000		
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18tl	h Street, Suite 600, Denver, CO, 8021	<b>PHONE NUMBER:</b> 720 929-0	9. FIELD and POOL or WILDCAT: 5NATURAL BUTTES		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0591 FNL 0592 FEL			COUNTY: UINTAH		
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 2 Township: 10.0S Range: 22.0E Merio	dian: S	STATE: UTAH		
11. CHEC	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
	ACIDIZE	ALTER CASING	CASING REPAIR		
NOTICE OF INTENT	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME		
Approximate date work will start:	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	□ NEW CONSTRUCTION		
4/19/2016	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK		
SPUD REPORT Date of Spud:	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	LI TEMPORARY ABANDON		
DRILLING REPORT	L TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL		
Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION		
	WILDCAT WELL DETERMINATION	<b>✓</b> OTHER	OTHER: WORKOVER		
A WORKOVER/WEI NBU 1022-12A1CS	COMPLETED OPERATIONS. Clearly show LLBORE CLEANOUT HAS BEES WELL. PLEASE SEE THE AT SUMMARY REPORT FOR DET	N COMPLETED ON THE TACHED OPERATIONS AILS.	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY April 28, 2016		
NAME (PLEASE PRINT) Jennifer Thomas	<b>PHONE NUME</b> 720 929-6808	BER TITLE Regulatory Specialist			
SIGNATURE		DATE			
N/A		4/27/2016			

RECEIVED: Apr. 27, 2016

					U:	S ROC	KIES R	EGION	
					Opera	tion S	umma	ary Report	
Well: NBU 1022-	-12A1CS (RED	D)						Spud date: 4/4/	/2012
Project: UTAH-U	IINTAH			Site: NBL	J 1022-12	A PAD			Rig name no.: ROCKY MOUNTAIN WELL SERVICE 3/3
Event: WELL WO	ORK EXPENS	E		Start date	e: 4/13/20	16			End date: 4/19/2016
Active datum: RI Level)	KB @5,190.00	usft (above	e Mean Sea	1	UWI: NE	E/NE/0/10	/S/22/E/	12/0/0/26/PM/N/59	91/E/0/592/0/0
Date	Time Start-Ei		Ouration (hr)	Phase	Code	Sub Code	P/U	MD from (usft)	Operation
4/13/2016	12:30 - 14	4:00	1.50	MAINT	30	Α	Р		ROAD RIG F/ NBU 1022-12K1CS. MIRU RIG & SPOT RIG EQUIP.
4/14/2016	14:00 - 10 6:45 - 7 7:00 - 1;	7:00	0.25 5.00	MAINT MAINT	48 45	A	P P P		SICP = 750 PSI.  BLW WELL DWN. PUMP 20 BBLS DWN TBG & 20 DWN CSG.  ND WH. UNLAND TBG. TBG STUCK. INSTALL 6' P-110 PUP JT.  RELAND TBG. NU BOP. RU RIG FLOOR & TBG EQUIP.  UNLAND TBG, LD 4 1/16 TBG HNGR.  WORK TBG DWN. TBG CAME FREE AFTER 30 MIN. RIH W/ 6 JTS & TAG @ 8060'.  POOH LD 6 JTS. SWIFN.  PREP T/ SCAN PROD TBG IN THE :AM.  HSM, JSA  SICP = 375 PSI. BLW WELL DWN. PUMP 20 BBLS DWN TBG.  MIRU SCAN TECH. SCAN 248 JTS OOH.  FOUND 93 YB, 10 BB, 2 DBB, 143 RB. LITE ID PITTING F/ 2658'-3450',
	12:00 - 1	7:00	5.00	MAINT	31	I	P		HEAVY ID PITTING & WALL LOSE F/ JT 3481'-7850', MED OD SCALE F/ 4588'-6614', HEAVY OD SCALE F/ 6614'-7850', JTS 211, 222, 227, 238 & 246 HAD HOLES, LAST 5 JTS PLUGGED W/ SAND, PLUNGER STUCK JT 248. RDMO SCAN TECH. PU 3 7/8 MILL, POBS, XN.
			0.00		ŭ.	·			PREP & TALLY USED & NEW TBG. PU & RIH W/ 223 JTS 2 3/8 L-80 & 121 JTS 2 3/8 P-110. EOT @ 7089'. SWIFWE.
4/18/2016	6:45 - 7		0.25	MAINT	48		Р		HSM, JSA
	7:00 - 8	3:00	1.00	MAINT	31	I	Р		SICP = 550 PSI. BLW WEL DWN. PUMP 20 BBLS DWN TBG. CONT PU & RIH W/ 25 JTS TBG. TAG SCALE BRIDGE @ 7884'.
	8:00 - 1.		6.00	MAINT	44	D	Р		RU DRL EQUIP. BRK CONV CIRC W/ FU ( 1hr 30 min T/ GET RETURNS ). MILL DWN F/ 7884' - 7977', FELL FREE. CONT RIH & TAG @ 8064'. MILL DWN T/ 8160', FELL FREE. CONT RIh TAG @ 8381' = 87' BELOW BTM PERF. CIRC WELL CLEAN. RD DRL EQUIP.
	14:00 - 10	6:00	2.00	MAINT	31	I	Р		POOH LD 16 JTS EXESS TBG. STD BACK 145 JTS 2 3/8 P-110 & 103 JTS 2 3/8 L-80. LD XN, POBS & 3 7/8 MILL.

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Sundry Number: 71391 API Well Number: 43047519520000 **US ROCKIES REGION Operation Summary Report** Spud date: 4/4/2012 Well: NBU 1022-12A1CS (RED) Project: UTAH-UINTAH Site: NBU 1022-12A PAD Rig name no.: ROCKY MOUNTAIN WELL SERVICE 3/3 Event: WELL WORK EXPENSE Start date: 4/13/2016 End date: 4/19/2016 UWI: NE/NE/0/10/S/22/E/12/0/0/26/PM/N/591/E/0/592/0/0 Active datum: RKB @5,190.00usft (above Mean Sea Date Phase Code P/U Operation Time Duration Sub MD from Start-End (hr) Code (usft) 16:00 - 17:00 1.00 MAINT Р XO TBG EQUIP. PU 1.875 XN/NC. RIH W/ 103 JTS 2 3/8 L-80, PU 6' P-110 PUP JT. SWIFN. EOT @ 3271'. 4/19/2016 6:45 - 7:00 0.25 MAINT Р HSM, JSA 48 7:00 - 12:00 5.00 MAINT 31 SICP = 650 PSI. BLW WELL DWN. PUMP 10 BBLS DWN TBG. FINISH RIG W/ 145 JTS 2 3/8 P-110 TBG. RU BROACH EQUIP. BROACH TBG T/ XN @ 7890'. ALL TBG BROACH GOOD, RD BROACH EQUIP. PU 4 1/16 CMRN TBG HNGR. LAND TBG W/ 145 JTS 2 3/8 P-110. 6' L-80 PUP JT. 103 JTS 2 3/8 L-80 W/ 1.875 XN/NC. EOT @ 7890'. RD TBG EQUIP & RIG FLOOR. ND BOP, NU WH. RD RIG & SLIDE RIG T/ 12A4BS. 12:00 - 14:00 2.00 MAINT HOOK UP FU/N2 UNITS T/ TBG. UNLOAD WELL (1hr 30 min T/ GET RETURNS) SHUT DWN PUMPING. RD WTF FU/N2. PURGE TBG & CSG T/ FBT ( 30 min EACH )

SWI.

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